

# **ANNUAL REPORT**

**2020-2021**



**Kerala State Industrial Development  
Corporation Limited**

# Annual Report 2020-2021



KERALA STATE INDUSTRIAL DEVELOPMENT  
CORPORATION LTD.

## **BOARD OF DIRECTORS OF KSIDC**

### ***Chairman***

**Shri. Christy Fernandez IAS (Retd.)**

### ***Managing Directors***

**Shri S. Harikishore IAS (25-03-2020 to 16-09-2020)**

**Shri M. G. Rajamanickam IAS (w.e.f. 17-09-2020)**

### ***Directors***

**Dr. K Ellangovan IAS (w.e.f 27-02-2018)**

**Shri Sanjay Kaul IAS (w.e.f. 19-03-2020)**

**Shri E S Jose (w.e.f 16-06-2017)**

### ***Executive Director***

**Shri NSK Umesh IAS (24-01-2020 to 27-03-2020)**

**Smt. Bhanderi Swagat IAS (w.e.f 28-03-2021)**

### ***Company Secretary***

**Shri. K. Suresh Kumar**



## ഡയറക്ടർ ബോർഡ്

### ചെയർമാൻ

ശ്രീ. ക്രിസ്റ്റി ഫെർണാൻഡസ്, ഐ.എ.എസ്. (റിട്ട)

### മാനേജിംഗ് ഡയറക്ടർമാർ

ശ്രീ. എസ്. ഹരികിഷോർ ഐ.എ.എസ് (25-03-2020 to 16-09-2020)

ശ്രീ. എം. ജി. രാജമാണിക്യം ഐ.എ.എസ് (w.e.f. 17-09-2020)

### ഡയറക്ടർമാർ

ഡോ. കെ. ഇളങ്കോവൻ ഐ.എ.എസ് (w.e.f 27-02-2018)

ശ്രീ. സഞ്ജയ് എം കൗൾ ഐ.എ.എസ് (w.e.f. 19-03-2020)

ശ്രീ. ഇ. എസ്. ജോസ് (w.e.f 16-06-2017)

### എക്സിക്യൂട്ടീവ് ഡയറക്ടർ

ശ്രീ. എൻ.എസ്.കെ. ഉമേഷ് ഐ.എ.എസ് (24-01-2020 to 27-03-2020)

ശ്രീമതി ബന്തേരി സ്വാഗത്ത് ഐ.എ.എസ് (w.e.f 28-03-2021)

### കമ്പനി സെക്രട്ടറി

ശ്രീ. കെ. സുരേഷ്കുമാർ





### **BANKERS**

**District Treasury, Thiruvananthapuram**

**HDFC Bank**

**ICICI Bank**

**State Bank of India**

### **REGISTERED OFFICE**

T.C. XI/266, Keston Road

Kowdiar, Thiruvananthapuram - 695 003

CIN: U45309KL1961SGC001937

GSTIN: 32AAACK9434D1ZV

Fax : 0471-2315893

e-mail : enquiry@ksidcmail.org

Web Site : www.ksidc.org

Telephone :Chairman : 0471-2316241

Managing Director : 0471-2318189

GENERAL : 0471-2318922 (EPABX)

### **KOCHI OFFICE**

II Floor, Choice Towers

Manorama Junction

Kochi - 682 016

Fax : 0484-2323011

Telephone : 0484-2323010, 2323101

### **AUDITORS**

RENJITH KARTHIKEYAN ASSOCIATES

Chartered Accountants

TC 37/1510-133, 201 Nandini Garden, Fort

Thiruvananthapuram - 695 023

### **ADVOCATE**

SHRI P.U. SHAILAJAN

Advocate

Chamber No. 726, KHCAA Chamber Complex,

High Court P.O., Ernakulam - 682 031

## കേരള സംസ്ഥാന വ്യവസായ വികസന കോർപ്പറേഷൻ ലിമിറ്റഡ്

(ഒരു കേരള സർക്കാർ സ്ഥാപനം)

### ബാങ്കേഴ്സ്

ഡിസ്ട്രിക്ട് ട്രഷറി, തിരുവനന്തപുരം  
എച്ച്.ഡി.എഫ്.സി. ബാങ്ക്  
ഐ.സി.ഐ.സി.ഐ. ബാങ്ക്  
സ്റ്റേറ്റ് ബാങ്ക് ഓഫ് ഇന്ത്യ

### രജിസ്ട്രേർഡ് ഓഫീസ്

റ്റി. സി. 11/266, കെസ്സൺ റോഡ്  
കവടിയാർ, തിരുവനന്തപുരം 695 003  
CIN: U45309KL1961SGC001937  
GSTIN: 32AAACK9434D1ZV  
ഫാക്സ്: 0471 2315893  
ഇ മെയിൽ: enquiry@ksidcmail.org  
വെബ്സൈറ്റ് : www.ksidc.org  
ടെലിഫോൺ : ചെയർമാൻ : 0471-2316241  
മാനേജിംഗ് ഡയറക്ടർ : 0471-2318189  
ജനറൽ : 0471-2318922 (ഇപിഎബിഎക്സ്)

### കൊച്ചി ഓഫീസ്

രണ്ടാം നില, ചോയ്സ് ടവേഴ്സ്, മനോരമ ജംഗ്ഷൻ  
കൊച്ചി 682 016  
ഫാക്സ് : 0484-2323011  
ടെലിഫോൺ : 0484 - 2323010, 2323101

### ഓഡിറ്റർമാർ

രൻജിത്ത് കാർത്തികേയൻ അസ്സോസിയേറ്റ്സ്  
ചാർട്ടേർഡ് അക്കൗണ്ടന്റ്സ്  
റ്റി.സി. 37/1510-133, 201, നന്ദിനി ഗാർഡൻ, ഫോർട്ട്  
തിരുവനന്തപുരം - 695 023.

### അഡ്വക്കേറ്റ്

ശ്രീ. പി. യു. ഷൈലജൻ  
അഡ്വക്കേറ്റ്  
ചേമ്പർ നമ്പർ 726  
KHCAA ചേമ്പർ കോംപ്ലക്സ്  
ഹൈകോർട്ട് പി.ഒ.  
എറണാകുളം - 682 031

## NOTICE TO SHAREHOLDERS

Notice is hereby given that the 60<sup>th</sup> Adjourned Annual General Meeting of Kerala State Industrial Development Corporation Limited (KSIDC) will be held on Wednesday the 27<sup>th</sup> day of July, 2022 at 11.30 AM through **Audio Video Conferencing (VC) / Other Audio Visual Means (OAVM)** to be hosted from the Registered Office of the Corporation at KSIDC Building, Keston Road, Kowdiar, Thiruvananthapuram – 695 003 transact the following business:-

### Ordinary Business

1. To receive, consider and adopt the Audited Standalone and Consolidated Financial Statements and Board's Report together with Auditors report and comments of Accountant General (E&RSA), Kerala of the Corporation for the year ended 31.03.2021
2. To authorise the Board of Directors to fix remuneration payable to the Statutory Auditors of the Company appointed by the Comptroller and Auditor General of India.

In this context, to consider, and, if though fit, to pass the following resolution, with or without modification as an Ordinary Resolution:

“Resolved That pursuant to the provisions of Section 142(1) of the Companies Act 2013, the Board of Directors of the Company be and is hereby authorised to fix the remuneration to the Statutory Auditors appointed by the Comptroller and Auditor General of India, periodically.

By order of the Board of Directors

Sd/-

K. SURESH KUMAR

Company Secretary & Head  
(Legal & Corporate Affairs)

Thiruvananthapuram  
15-07-2022

### Notes:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself and the proxy need not be a member. For appointing a proxy, the enclosed form of proxy duly filled, stamped and signed should be deposited at the registered office of the Company not later than 48 hours before the Meeting.
2. Pursuant to Section 139 (5) of the Companies Act, 2013, the Statutory Auditors of a Government company are appointed by the Comptroller and Auditor General of India (C&AG). In terms of Section 142 (1) of the companies Act, 2013, the remuneration of auditors has to be fixed by the company in the annual general meeting or in such manner as the company in annual general meeting may determine. Necessary resolution has been placed before the Members for authorising the Board of Directors to fix the remuneration to the Statutory Auditors of the company periodically.

## ഓഹരി ഉടമകൾക്കുള്ള അറിയിപ്പ്

കേരള സംസ്ഥാന വ്യവസായ വികസന കോർപ്പറേഷൻ ലിമിറ്റഡിന്റെ (കെ.എസ്.ഐ.ഡി.സി) 60-മതു വാർഷിക പൊതുയോഗം 2022 ജൂലൈ 27 ബുധനാഴ്ച രാവിലെ 11.30 ന് ഓഡിയോ വീഡിയോ കോൺഫറൻസിംഗ് (വിസി)/മറ്റ് ഓഡിയോ വിഷയ മീഡിയകളിലൂടെ (ഓഡിയോ വിഷയ മീൻസ്) നടത്തുമെന്ന് ഇതിനാൽ അറിയിക്കുന്നു. KSIDC ബിൽഡിംഗിലുള്ള കോർപ്പറേഷന്റെ രജിസ്റ്റേർഡ് ഓഫീസിൽ നിന്ന്, ചുവടെ കൊടുത്തിരിക്കുന്ന വ്യവഹാരങ്ങൾ നിർവഹിക്കുകയാണ്.

### സാധാരണ കാര്യപരിപാടികൾ

1. 31-03-2021 ന് അവസാനിച്ച സാമ്പത്തിക വർഷത്തിലെ ബോർഡിന്റെ റിപ്പോർട്ടും കേരളത്തിലെ ഓഡിറ്റർമാരുടെ റിപ്പോർട്ടും അക്കൗണ്ടന്റ് ജനറലിന്റെ (E&RSA), അഭിപ്രായങ്ങളും ഓഡിറ്റഡ് സ്റ്റാൻഡലോൺ, ഏകീകൃത സാമ്പത്തിക പ്രസ്താവനകളും സ്വീകരിക്കുകയും പരിഗണിക്കുകയും, അംഗീകരിക്കുകയും ചെയ്യുക.

2. കൺട്രോളർ ആൻഡ് ഓഡിറ്റർ ജനറൽ ഓഫ് ഇന്ത്യ നിയമിച്ച കമ്പനിയുടെ സ്റ്റാറ്റിയൂട്ടറി ഓഡിറ്റർമാർക്ക് നൽകേണ്ട പ്രതിഫലം നിശ്ചയിക്കാൻ ഡയറക്ടർ ബോർഡിന് അധികാരം നൽകുക.

ഈ സാഹചര്യത്തിൽ ചുവടെ കൊടുത്തിരിക്കുന്ന പ്രമേയം യുക്തമാണെന്ന് പരിഗണിച്ച് അനുയോജ്യമായ മാറ്റങ്ങൾ വരുത്തിയോ, വരുത്താതെയോ ഒരു സാധാരണ പ്രമേയമായി പാസാക്കാവുന്നതാണ്.

“കമ്പനീസ് ആക്ട് 2013 സെക്ഷൻ 142 (1) ലെ വ്യവസ്ഥകൾ പാലിച്ചുകൊണ്ട് കമ്പനിയുടെ ബോർഡ് ഓഫ് ഡയറക്ടേഴ്സിന് കൺട്രോളർ & ഓഡിറ്റർ ജനറൽ ഓഫ് ഇന്ത്യ അനുകൂലമായി നിയമിക്കുന്ന സ്റ്റാറ്റിയൂട്ടറി ഓഡിറ്റർമാർക്കുള്ള പ്രതിഫലം നിശ്ചയിക്കുവാനുള്ള അധികാരം ഇതുവഴി അനുവദിച്ചിട്ടുണ്ട്”.

ബോർഡിന്റെ ഉത്തരവു പ്രകാരം  
(ഒപ്പ്)

കെ. സുരേഷ് കുമാർ

കമ്പനി സെക്രട്ടറി & ഡെ.ജനറൽ മാനേജർ  
(ലീഗൽ & കോർപ്പറേറ്റ് അഫയേഴ്സ്)

തിരുവനന്തപുരം  
15-07-2022

### കുറിപ്പ്

1. യോഗത്തിൽ പങ്കെടുക്കാനും വോട്ടു ചെയ്യാനും അർഹതയുള്ള അംഗത്തിന് തനിക്കു പകരം യോഗത്തിൽ സംബന്ധിക്കുന്നതിനും വോട്ടു ചെയ്യുന്നതിനും, പകരക്കാരനെ നിയോഗിക്കാൻ അർഹതയുണ്ടായിരിക്കുന്നതാണ്. ഇപ്രകാരം നിയോഗിക്കപ്പെടുന്നയാൾ അംഗമായിക്കൊള്ളണമെന്നില്ല. പകരക്കാരനെ നിയോഗിക്കുന്നതിന് ഇതോടൊപ്പം നൽകിയിരിക്കുന്ന പ്രോക്സി ഫോറം പൂരിപ്പിച്ച്, മൂദ്ര പതിച്ച്, ഒപ്പു രേഖപ്പെടുത്തി യോഗത്തിനു 48 മണിക്കൂർ മുമ്പായി കമ്പനിയുടെ രജിസ്റ്റേർഡ് ഓഫീസിൽ സമർപ്പിക്കേണ്ടതാണ്.

2. കമ്പനീസ് ആക്ട് 2013 ലെ സെക്ഷൻ 139 (5) പ്രകാരം ഗവൺമെന്റ് ഉടമസ്ഥതയിലുള്ള കമ്പനികളിലെ സ്റ്റാറ്റിയൂട്ടറി ഓഡിറ്റർമാരെ നിയമിക്കുന്നത് കൺട്രോളർ ആന്റ് ഓഡിറ്റർ ജനറൽ ഓഫ് ഇൻഡ്യയാണ് (സി & എ ജി). കമ്പനീസ് ആക്ട് 2013 ലെ സെക്ഷൻ 142 (1) പ്രകാരം ഓഡിറ്റർമാരുടെ പ്രതിഫലം കമ്പനിയുടെ ആനുവൽ ജനറൽ മീറ്റിങ്ങുകളിലോ സമാനമായ ആനുവൽ ജനറൽ മീറ്റിങ്ങുകളിലോ വച്ച് കമ്പനിക്ക് തീരുമാനിക്കാവുന്നതാണ്. കാലാനുസൃതമായി സ്റ്റാറ്റിയൂട്ടറി ഓഡിറ്റർമാർക്കുള്ള പ്രതിഫലത്തിൽ ആവശ്യമായ മാറ്റങ്ങൾ വരുത്തണമെങ്കിൽ അത് ഡയറക്ടർ ബോർഡ് മെമ്പർമാരുടെ മുമ്പാകെ സമർപ്പിക്കേണ്ടതാണ്.

**BOARDS REPORT**

Your Directors have pleasure in presenting the 60<sup>th</sup> Annual Report together with the Audited Accounts for the year ended 31 March 2021.

**FINANCIAL RESULTS**

		(₹. in lakhs)	
Sl. No	Particulars	Year ended 31-03-2021	Year ended 31-03-2020
1.	Revenue from operations	4475.51	4086.12
2.	Other Income	917.78	1735.05
3.	Gross Income	5393.29	5821.17
4.	Finance Cost	3.72	Nil
5.	Personnel, Administrative Expenses etc.,	1824.64	1447.87
6.	Depreciation	29.73	35.95
7.	Net loss on derecognition of financial instruments under amortised cost & Impairment of Financial Instrument	218.88	170.34
8.	Profit before tax and provisions	3316.31	4187.00
9.	Taxes and provisions (Current Tax & Deferred Tax )	766.75	211.40
10.	Profit after Tax	2549.56	3955.61
11.	Other Comprehensive Income/loss with tax impact thereon	15245.71	(12035.17)
12.	Total Comprehensive Income/loss for the year	17795.27	(8079.56)
13.	Transfer to Special Reserve under Sec.36 (1) (vii) of Income Tax Act	428.02	220.07
14.	Transfer to Provision for bad and doubtful debts under Sec.36 (1) (viiia) of Income Tax Act	148.39	153.64
15.	Transfer to Statutory reserve under Sec 451C of RBI act	509.91	791.12
16.	Proposed Dividend	0	0
17.	Tax on Dividend	0	0
18.	Balance profit carried to General Reserve	16708.96	(9244.39)

**Company Performance**

The economy suffered very badly during the year 2020-21 due to Covid 19 pandemic and related lockdowns.

The general economic outlook remains highly uncertain in view of continuous surge in Covid 19. Given the success of vaccination drive initiated by the Government, your Directors hope to overcome the sluggish economic situation in the year ahead.

During the year 2020-21, KSIDC's revenue from operations and other income amounted to ₹ 5393.29 lakhs. The profit before tax for the year stood at 3316.31 Lakhs as compared to 4167 Lakhs in 2019-20. After providing for tax of 766.75 Lakhs as against 211.40 Lakhs in 2019-20, the profit after tax for the year stood at 2549.56 Lakhs as against 3955.61 Lakhs during the previous year.

## ബോർഡ് റിപ്പോർട്ട്

കമ്പനിയുടെ 60 മത് വാർഷിക റിപ്പോർട്ടും 2021 മാർച്ച് 31ന് അവസാനിച്ച വർഷത്തെ ഓഡിറ്റു ചെയ്ത കണക്കുകളും അവതരിപ്പിക്കുന്നതിൽ നിങ്ങളുടെ ഡയറക്ടർമാർക്ക് സന്തോഷമുണ്ട്.

### സാമ്പത്തിക ഫലങ്ങൾ

ക്രമ നമ്പർ	വസ്തുസ്ഥിതികൾ	(തുക ലക്ഷത്തിൽ)	
		31.03.2021 ൽ അവസാനിച്ച വർഷം	31.03.2020 ൽ അവസാനിച്ച വർഷം
1.	പ്രവർത്തനങ്ങളിൽ നിന്നുമുള്ള ലാഭം	4475.51	4086.12
2.	മറ്റ് വരുമാനം	917.78	1735.05
3.	മൊത്തം വരുമാനം	5393.29	5821.17
4.	സാമ്പത്തിക ചെലവ്	3.72	ചശഹ
5.	ഉദ്യോഗസ്ഥ ഭരണനിർവ്വഹണച്ചെലവുകൾ	1824.64	1447.87
6.	മൂല്യത്തകർച്ച	29.73	35.95
7.	അമോർട്ടൈസ്ഡ് കോസ്റ്റിനു കീഴിലുള്ള സാമ്പത്തിക ഉപകരണങ്ങളുടെ അംഗീകാരം റദ്ദാക്കിയതിലും സാമ്പത്തിക ഉപകരണത്തിന്റെ തകർച്ചയിലുമുള്ള നഷ്ടം	218.88	170.34
8.	നികുതിക്കും വ്യവസ്ഥകൾക്കും മുമ്പുള്ള ലാഭം	3316.31	4187.00
9.	നികുതികളും വ്യവസ്ഥകളും (നിലവിലെ നികുതിയും മാറ്റിവെച്ച നികുതിയും)	766.75	211.40
10.	നികുതിക്ക് ശേഷമുള്ള ലാഭം	2549.56	3955.61
11.	മറ്റ് സമഗ്രമായ വരുമാനം/നഷ്ടം	15245.71	(12035.17)
12.	നടപ്പ് വർഷത്തെ ആകെ വരുമാനം/ നഷ്ടം	17795.27	(8079.56)
13.	ആദായനികുതി നിയമത്തിലെ സെക്ഷൻ 36 (1) (vii) പ്രകാരം പ്രത്യേക റിസർവിലേക്ക് മാറ്റിയത്	428.02	220.07
14.	ആദായനികുതി നിയമത്തിലെ സെക്ഷൻ 36 (1) (vii) പ്രകാരം കിട്ടാക്കടം പ്രൊവിഷനിലേക്ക് മാറ്റിയത്	148.39	153.64
15.	ആർബിട്രേ നിയമത്തിലെ സെക്ഷൻ 451 സി പ്രകാരം സ്റ്റാറ്റ്യൂട്ടറി റിസർവിലേക്ക് മാറ്റിയത്	509.91	791.12
16.	നിർദ്ദേശിച്ച ലാഭവിഹിതം	0	0
17.	ലാഭവിഹിതത്തിന്മേലുള്ള നികുതി	0	0
18.	ബാക്കി ലാഭം ജനറൽ റിസർവിലേക്ക് മാറ്റിയത്	16708.96	(9244.39)

### കമ്പനിയുടെ പ്രവർത്തനഫലം

കോവിഡ് 19 മഹാമാരിയും അനുബന്ധ ലോക്ക്ഡൗണുകളും കാരണം 2020-21 വർഷത്തിൽ സമ്പദ് വ്യവസ്ഥ വളരെ മോശമായിരുന്നു.

കോവിഡ് 19 ന്റെ തുടർച്ചയായ കുതിച്ചുചാട്ടം കണക്കിലെടുത്ത് പൊതുവായ സാമ്പത്തിക വീക്ഷണം വളരെ അനിശ്ചിതത്വത്തിലാണ്. ഗവൺമെന്റ് ആരംഭിച്ച വാക്സിനേഷൻ ഡ്രൈവിന്റെ വിജയം കണക്കിലെടുത്ത്, നിങ്ങളുടെ ഡയറക്ടർമാർ മന്ദഗതിയിലുള്ള സാമ്പത്തിക സ്ഥിതിയെ വരും വർഷത്തിൽ മറികടക്കുമെന്ന് പ്രതീക്ഷിക്കുന്നു.

2020-21 വർഷത്തിൽ, പ്രവർത്തനങ്ങളിൽ നിന്നും മറ്റ് മാർഗ്ഗങ്ങളിൽ നിന്നുമുള്ള കെഎസ്ഐഡിസിയുടെ വരുമാനം 5393.29 ലക്ഷം രൂപയാണ്. 2019-20 ലെ 4167 ലക്ഷവുമായി താരതമ്യപ്പെടുത്തുമ്പോൾ ഈ വർഷത്തെ നികുതിക്ക് മുമ്പുള്ള ലാഭം 3316.31 ലക്ഷമാണ്. 2019-20-ൽ 211.40 ലക്ഷം രൂപയാണ് നികുതി നൽകിയത്. ഈ വർഷം 766.75 ലക്ഷം രൂപയാണ് നൽകിയത്. ഈ വർഷത്തെ നികുതിക്ക് ശേഷമുള്ള ലാഭം മുൻ വർഷത്തെ 3955.61 ലക്ഷത്തിൽ നിന്ന് 2549.56 ലക്ഷമായി.

Sanction of loans was made after completing the required due diligence and the disbursements were started after the project monitoring committee completed its inspection processes. Professionally qualified officers have been put in place to ensure proper monitoring of projects. Your Corporation also continues to spearhead the Single Window Clearance Board constituted by the Government of Kerala for giving clearances to new project proposals through KSWIFT, online portal.

### **Transfer to Reserve**

The retained earnings of the Company for the Financial Year 2020-2021, after all appropriation and adjustments was 16708.96 Lakhs which was transferred to reserve.

### **Corporate Social Responsibility**

Your Corporation has been taking initiative under Corporate Social Responsibility well before it has been prescribed under Companies Act, 2013. The Corporation has a well-defined policy on Corporate Social Responsibility, pursuant to the provisions of Section 135 of the Companies Act, 2013, read with The Companies (Corporate Social Responsibility Policy) Rules, 2014. The said policy is posted on the website of the Company [www.ksidc.org](http://www.ksidc.org).

In terms of Section 135 of the Companies Act, 2013, read with The Companies (Corporate Social Responsibility Policy) Rules, 2014, the Annual Report on Corporate Social Responsibility activities of the Company is given in Annexure 1 to this report.

### **Extract of Annual Return**

As per Companies (Amendment) Act, 2017 the extract of Annual Return is given on website of the Company [www.ksidc.org](http://www.ksidc.org)

### **Nominee Directors**

Your corporation appoints Nominee directors on the Boards of assisted companies. The Nominee Directors endeavour to play a proactive role in the development of professional management and formulation of proper corporate policies and strategies to improve the performance and Corporate Governance of the assisted companies. The feedback reports received from Nominee Directors act as a useful tool for credit monitoring and performance review of the assisted units.

### **Fixed Deposits:**

Your Corporation has not accepted any public deposit within the meaning of the provisions of Section 2 (59) of the Companies Act, 2013 read with the Companies (Acceptance of Deposit by Companies) Rules, 2014, and as such no amount of principal or interest is outstanding as on the balance sheet date.

### **Human Resource**

Your Corporation has always believed that human resource is critical and as such continues to work for its development. The functions of different personnel were aligned to the Corporation's business objectives and senior officers with functional background have been put in strategic positions to augment business growth.



## കേരള സംസ്ഥാന വ്യവസായ വികസന കോർപ്പറേഷൻ ലിമിറ്റഡ്

ആവശ്യമായ സൂക്ഷ്മപരിശോധന പൂർത്തിയാക്കി വായ്പ അനുവദിക്കുകയും പദ്ധതി നിരീക്ഷണ സമിതിയുടെ പരിശോധനാ നടപടികൾ പൂർത്തിയാക്കിയ ശേഷം വായ്പ വിതരണം ആരംഭിക്കുകയും ചെയ്തു. പ്രോജക്ടുകളുടെ ശരിയായ നിരീക്ഷണം ഉറപ്പാക്കാൻ പ്രൊഫഷണൽ യോഗ്യതയുള്ള ഉദ്യോഗസ്ഥരെ നിയോഗിച്ചിട്ടുണ്ട്., ഓൺലൈൻ പോർട്ടലിലൂടെ പുതിയ പദ്ധതികൾക്ക് അനുമതി നൽകുന്നതിനായി കേരള സർക്കാർ രൂപീകരിച്ച ഏകജാലക ക്ലിയറൻസ് ബോർഡിന് (KSWIFT)കോർപ്പറേഷൻ നേതൃത്വം നൽകുന്നത് തുടരുന്നു.

### റിസർവിലേക്ക് മാറ്റിയത്

2020-2021 സാമ്പത്തിക വർഷത്തിൽ കമ്പനി നിലനിർത്തിയ വരുമാനം, എല്ലാ വിനിയോഗങ്ങൾക്കും ക്രമീകരണങ്ങൾക്കും ശേഷം 16708.96 ലക്ഷം ആയിരുന്നു, അത് റിസർവിലേക്ക് മാറ്റി.

### സാമൂഹിക പ്രതിജ്ഞാബദ്ധത

2013 ലെ കമ്പനീസ് ആക്ട് ലെ വ്യവസ്ഥകൾ പ്രകാരവും 2014 ലെ കമ്പനീസ് (കോർപ്പറേറ്റ് സോഷ്യൽ റെസ്പോൻസിബിലിറ്റി പോളിസി)ചട്ടം അനുശാസിക്കുന്ന പ്രകാരവും കോർപ്പറേഷന്റെ ഡയറക്ടർ ബോർഡ് അംഗീകരിച്ചു ഭംഗിയായി നിർവ്വഹിച്ചിരിക്കുന്ന ഒരു സോഷ്യൽ റെസ്പോൻസിബിലിറ്റി പോളിസി (CSR) നിലവിലുണ്ട്. ഈ പോളിസി കമ്പനിയുടെ വെബ് സൈറ്റിൽ [www.ksidc.org](http://www.ksidc.org) നൽകിയിട്ടുണ്ട്.

2013 ലെ കമ്പനീസ് ആക്ട് ലെ സെക്ഷൻ 135 അനുസരിച്ച് കമ്പനീസ് (കോർപ്പറേറ്റ് സോഷ്യൽ റെസ്പോൻസിബിലിറ്റി പോളിസി) ചട്ടം 2014 പ്രകാരം കമ്പനിയുടെ സാമൂഹിക പ്രതിജ്ഞാ പദ്ധതിയെ സംബന്ധിക്കുന്ന പ്രവർത്തന റിപ്പോർട്ട് വാർഷിക റിപ്പോർട്ടിന്റെ കൂടെ അനുബന്ധം (1) ആയി ചേർത്തിട്ടുണ്ട്.

### വാർഷികവരുമാനത്തിന്റെ സംക്ഷിപ്തം

കമ്പനീസ് (AMENDMENT) ആക്ട് 2017 പ്രകാരം കോർപ്പറേഷന്റെ വാർഷിക വരുമാനത്തിന്റെ സംക്ഷിപ്ത രൂപം കമ്പനിയുടെ വെബ്സൈറ്റിൽ [www.ksidc.org](http://www.ksidc.org) കൊടുത്തിട്ടുണ്ട്.

### നോമിനി ഡയറക്ടർമാർ

കോർപ്പറേഷൻ ധനസഹായം നൽകുന്ന കമ്പനികളുടെ ഡയറക്ടർ ബോർഡിൽ കെ.എസ്.ഐ.ഡി.സി. ഡയറക്ടർമാരെ നോമിനേറ്റ് ചെയ്തു വരുന്നു. ധനസഹായം നൽകപ്പെട്ട കമ്പനികളുടെ പ്രവർത്തനങ്ങൾ മെച്ചപ്പെടുത്തുന്നതിലും ശരിയായ നയപരിപാടികൾ ആവിഷ്കരിക്കുന്നതിലും നോമിനി ഡയറക്ടർമാർ ക്രിയാത്മകമായ പങ്ക് വഹിച്ചു വരുന്നുണ്ട്. കമ്പനിയുടെ പ്രവർത്തനം നിരന്തരം നിരീക്ഷിച്ചു കൊണ്ടിരിക്കുന്നതിനും വിശകലനം ചെയ്യുന്നതിനും നോമിനി ഡയറക്ടർമാർ നൽകുന്ന റിപ്പോർട്ടുകൾ സഹായിക്കുന്നു.

### സ്ഥിര നിക്ഷേപങ്ങൾ

2013 ലെ കമ്പനി നിയമത്തിലെ 2(59) (എ) വകുപ്പ് പ്രകാരമോ, പൊതുജനങ്ങളിൽ നിന്നു കമ്പനികൾ നിക്ഷേപം സ്വീകരിക്കുന്നതു സംബന്ധിച്ച 2014 ലെ കമ്പനീസ് (acceptance of deposit) ചട്ടങ്ങൾ പ്രകാരമോ നിങ്ങളുടെ കോർപ്പറേഷൻ പൊതുനിക്ഷേപങ്ങൾ സ്വീകരിച്ചിട്ടില്ല. ഇക്കാരണത്താൽ ബാക്കി പത്രം തയ്യാറാക്കിയ തീയതിയിൽ മുതലോ പലിശയോ കൊടുത്തു തീർക്കേണ്ടതായി അവശേഷിക്കുന്നില്ല.

### മനുഷ്യ വിഭവശേഷി

കമ്പനിയുടെ വളർച്ചയിൽ മനുഷ്യ വിഭവശേഷി നിർണ്ണായക പങ്കു വഹിക്കുന്നുണ്ടെന്നും, അതിന്റെ വികസനത്തിനു വേണ്ടി പ്രവർത്തിച്ചു കൊണ്ടിരിക്കുന്നുണ്ടെന്നും നിങ്ങളുടെ കോർപ്പറേഷൻ വിശ്വസിച്ചു വരുന്നു. കമ്പനിയുടെ പ്രവർത്തന ലക്ഷ്യങ്ങൾ സാക്ഷാൽക്കരിക്കുകയെന്ന ലക്ഷ്യത്തോടെയാണ് വിവിധ വിഭാഗങ്ങളിലുള്ള ഉദ്യോഗസ്ഥർ പ്രവർത്തിക്കുന്നത്. ബിസിനസ്സിന്റെ വളർച്ച ത്വരിതപ്പെടുത്തുന്നതിനായി ഉന്നത ശ്രേണിയിലുള്ള ഉദ്യോഗസ്ഥരെ തന്ത്ര പ്രധാന സ്ഥാനങ്ങളിൽ നിയോഗിച്ചിരിക്കുന്നു.



### Share Capital

The investment of the Government of Kerala in the equity of the company as at 31<sup>st</sup> March 2021 was 301.24 Crores.

### Details of Directors / Key Managerial Personnel (KMP)

#### Details of Board of Directors:

1. Dr. Christy Fernandez IAS (Retd)-Chairman (w.e.f 20-09-2016)
2. Dr. K. Ellangovan IAS (w.e.f 27-02-2018)
3. Shri.SanjayKaul IAS (w.e.f 19.03.2020)
4. Shri. E.S. Jose (w.e.f 16-06-2017)

#### Details of Key Managerial Personnel :

1. Shri. S Harikishore IAS - Managing Director (w.e.f 25-03-2020 to 16-09-2020)
2. Shri. M G Rajamanickam IAS - Managing Director (w.e.f 17-09-2020)
3. Shri. K. Suresh Kumar-Company Secretary & Head (Legal & CA)

### Board of Directors

#### a) Composition

The Board of Directors comprises the Chairman, Managing Director and Directors nominated by the Government of Kerala.

#### b) Meeting of the Board of Directors

During the year the Board of Directors of your Corporation met 4 times on 26.06.2020, 22.10.2020, 28-01-2021 & 15-02-2021. The Company Secretary & Head (Legal & Corporate Affairs) circulates the Agenda and Notes in advance to all the Directors. The minutes of the meeting are prepared immediately after each meeting and circulated to all the Directors.

#### Attendance of the Directors

Sl no.	Name of Directors	DIN	Designation	No of board meeting attended
1	Dr. Christy Fernandez IAS	00090752	Chairman	4
2	Dr. K. Ellangovan IAS	05272476	Director	4
3	Shri.SanjayKaul IAS	01260911	Director	1
4	Shri. S Harikishore IAS	06622304	Managing Director	1
5	Shri. M G Rajamanickam IAS	06847977	Managing Director	3
6	Shri. E.S. Jose	0479442	Director	4

#### General Meetings held during the financial year

During the financial year 2 Annual General Meeting of the Shareholders were held.

59<sup>th</sup> Annual General Meeting - 02-12-2020

59<sup>th</sup> Adjourned Annual General Meeting - 24-11-2021

## കേരള സംസ്ഥാന വ്യവസായ വികസന കോർപ്പറേഷൻ ലിമിറ്റഡ്

### ഓഹരി മൂലധനം

2021 മാർച്ച് 31 ലെ കണക്കനുസരിച്ച് കോർപ്പറേഷന്റെ ഓഹരി മൂലധനത്തിൽ കേരള സർക്കാരിന്റെ മുതൽ മുടക്ക് 301.24 കോടി രൂപയാണ്

### ഡയറക്ടർമാർ, മർമ്മ പ്രധാന സ്ഥാനങ്ങൾ വഹിക്കുന്ന ഉദ്യോഗസ്ഥർ എന്നിവരെ സംബന്ധിച്ച വിവരങ്ങൾ ഡയറക്ടർ ബോർഡിന്റെ വിശദാംശങ്ങൾ

1. ഡോ. ക്രിസ്റ്റി ഫെർണാണ്ടസ് IAS (റിട്ട.) ചെയർമാൻ (w.e.f 20-09-2016)
2. ഡോ. കെ. ഇളങ്കോവൻ IAS (w.e.f 27-02-2018)
3. ശ്രീ.സഞ്ജയ് കുമാർ IAS (w.e.f 19-03-2020)
4. ശ്രീ. ഇ.എസ്. ജോസ് (w.e.f 16-06-2017)

### മർമ്മ പ്രധാന സ്ഥാനങ്ങളിലുള്ള ഉദ്യോഗസ്ഥർ

1. ശ്രീ. എസ് ഹരികിഷോർ ഐഎഎസ് മാനേജിംഗ് ഡയറക്ടർ (w.e.f 25-03-2020 മുതൽ 16-09-2020 വരെ)
2. ശ്രീ. എം ജി രാജമാണിക്കം ഐഎഎസ് മാനേജിംഗ് ഡയറക്ടർ (w.e.f 17-09-2020)
3. ശ്രീ. കെ.സുരേഷ് കുമാർ കമ്പനി സെക്രട്ടറി & ഹെഡ് (ലീഗൽ & കോർപ്പറേറ്റ് അഫയേഴ്സ്)

### ഡയറക്ടർ ബോർഡ്

#### (എ) ഘടന

ചെയർമാൻ, മാനേജിംഗ് ഡയറക്ടർ, കേരള സർക്കാർ നാമനിർദ്ദേശം ചെയ്യുന്ന ഡയറക്ടർമാർ എന്നിവർ ഉൾപ്പെടുന്നതാണ് ഡയറക്ടർ ബോർഡ്.

#### (ബി) ഡയറക്ടർ ബോർഡ് യോഗം

കോർപ്പറേഷന്റെ ഡയറക്ടർ ബോർഡ് നടപ്പുവർഷത്തിൽ 26.06.2020, 22.10.2020, 28.01.2021, 15.02.2021 തീയതികളിൽ 4 തവണ യോഗം ചേർന്നു. കമ്പനി സെക്രട്ടറി & ഹെഡ് (ലീഗൽ & കോർപ്പറേറ്റ് അഫയേഴ്സ്) അജണ്ടയും കുറിപ്പുകളും എല്ലാ ഡയറക്ടർമാർക്കും മുൻകൂറായി അയച്ചുകൊടുക്കുന്നു.. ഓരോ ബോർഡ് മീറ്റിങ്ങും കഴിഞ്ഞാലുടൻ തന്നെ അതിന്റെ മിനിറ്റ്സ് തയ്യാറാക്കി ഡയറക്ടർമാർക്ക് അയച്ചുകൊടുക്കുന്നു.

### ഡയറക്ടർമാരുടെ ഹാജർനില

ക്രമ നം	ഡയറക്ടർമാരുടെ പേര്	ഡിൻ	പദവി	പങ്കെടുത്ത ബോർഡ് യോഗത്തിന്റെ എണ്ണം
1	ഡോ ക്രിസ്റ്റി ഫെർണാണ്ടസ് IAS	00090752	ചെയർമാൻ	4
2	ഡോ കെ ഇളങ്കോവൻ IAS	05272476	ഡയറക്ടർ	4
3	ശ്രീ സഞ്ജയ് കുമാർ IAS	01260911	ഡയറക്ടർ	1
4	ശ്രീ എസ് ഹരികിഷോർ IAS	06622304	മാനേജിങ് ഡയറക്ടർ	1
5	ശ്രീ. എം ജി രാജമാണിക്കം IAS	06847977	മാനേജിങ് ഡയറക്ടർ	3
6	ശ്രീ ഇ എസ് ജോസ്	0479442	ഡയറക്ടർ	4

### സാമ്പത്തിക വർഷത്തിൽ നടന്ന പൊതുയോഗങ്ങൾ

സാമ്പത്തിക വർഷത്തിൽ ഓഹരി ഉടമകളുടെ 2 വാർഷിക പൊതുയോഗം നടന്നു.

59-ാമത് വാർഷിക പൊതുയോഗം 02-12-2020

59-മത് മാറ്റിവെച്ച വാർഷിക പൊതുയോഗം 24-11-2021

**c) Information to the Board of Directors**

The Board of Directors have complete access to the information within the Corporation which includes:-

- Annual revenue budgets and capital expenditure plans
- Result of operations of operating divisions and business segments.
- Financing plans of the Corporation.
  - Minutes of Meeting of Sub-Committees of the Board
  - Developments in respect of Human Resources
  - Compliance or Non- compliance of any Regulatory/Statutory guidelines

**d) Board Committees**

The Board currently has 3 Committees:

1. Audit Committee
2. Corporate Social Responsibility Committee
3. Risk Management Committee

The Board is responsible for constituting, assigning and co-opting the members of the Committees. The Committees meet periodically and take decisions as per the mandate of the Board.

The Board of the Corporation placed on record their appreciation of the invaluable services rendered by Shri. Harikishore IAS during their tenure as Managing Director on the Board of the Corporation.

**The Internal control Systems & their adequacy**

As part of the internal control systems, a comprehensive and well-documented system of Internal Audit is in place in your Corporation. The Internal Audit Reports along with implementation and recommendations contained therein are constantly reviewed by the Audit Committee of the Board and placed before the Board for its information.

As mandated by the Government of Kerala, your Corporation has appointed Shri K Suresh Kumar, Company Secretary & Head (Legal, HR & Corporate Affairs) as Vigilance Officer. During the year, there were no instance of any vigilance case either against the Corporation or its officials.

There were no instances of non-compliances of any matter related to statutory issues during the financial year under review.

**Statutory Auditors**

The Comptroller and Auditor General have appointed M/s. Ranjit Karthikeyan & Associates, Chartered Accountants, as the Statutory Auditors for the Year 2020-2021.

The firm verified the records, obtained explanations, wherever necessary, and finalized the audit work in a reasonable time frame. The report of the Statutory Auditors is placed as part of this Report

**c) ഡയറക്ടർ ബോർഡിന്റെ വിവരം**

കോർപ്പറേഷനെ സംബന്ധിച്ച സമ്പൂർണ്ണ വിവരങ്ങൾ ഡയറക്ടർമാർക്ക് ലഭ്യമാണ്. ഇവയിൽ താഴെപ്പറയുന്ന വിവരങ്ങൾ ഉൾപ്പെടുന്നു

- വാർഷിക വരുമാന ബജറ്റുകളും മൂലധന ചെലവ് പദ്ധതികളും
- ഓപ്പറേറ്റിംഗ് ഡിവിഷനുകളുടെയും ബിസിനസ് സെഗ്മെന്റുകളുടെയും പ്രവർത്തനങ്ങളുടെ ഫലം.
- കോർപ്പറേഷന്റെ ധനസഹായ പദ്ധതികൾ.
  - ബോർഡിന്റെ ഉപസമിതികളുടെ യോഗത്തിന്റെ മിനിറ്റ്സ്
  - മാനവ വിഭവശേഷിയുമായി ബന്ധപ്പെട്ട വികസനങ്ങൾ
  - ഏതെങ്കിലും റെഗുലേറ്ററി/നിയമപരമായ മാർഗ്ഗനിർദ്ദേശങ്ങൾ പാലിക്കുകയോ പാലിക്കാതിരിക്കുകയോ ചെയ്യുക

**d) ബോർഡ് കമ്മിറ്റികൾ**

ബോർഡിന് നിലവിൽ 3 കമ്മിറ്റികളുണ്ട്:

1. ഓഡിറ്റ് കമ്മിറ്റി
2. കോർപ്പറേറ്റ് സോഷ്യൽ റെസ്പോൺസിബിലിറ്റി കമ്മിറ്റി
3. റിസ്ക് മാനേജ്മെന്റ് കമ്മിറ്റി

ഉപസമിതികൾ രൂപവൽക്കരിക്കുന്നതിനും അതിലെ അംഗങ്ങളെ നാമ നിർദ്ദേശം ചെയ്യുന്നതിനും അവർക്ക് ചുമതലകൾ ഏല്പിച്ചു കൊടുക്കുന്നതിനുമുള്ള ഉത്തരവാദിത്വം ഡയറക്ടർ ബോർഡിനാണ്. കമ്മിറ്റികൾ ഇടയ്ക്കിടെ യോഗം ചേരുകയും ബോർഡിന്റെ ഉത്തരവനുസരിച്ച് തീരുമാനങ്ങൾ എടുക്കുകയും ചെയ്യുന്നു.

ശ്രീ ഹരികിഷോർ കഅട, മാനേജിങ് ഡയറക്ടർ ആയിരുന്ന സമയത്തെ അദ്ദേഹത്തിന്റെ സ്തുത്യർഹമായ സേവനത്തിന് ഈ ബോർഡ്! അനുമോദനങ്ങൾ രേഖപ്പെടുത്തുന്നു.

**ആഭ്യന്തര നിയന്ത്രണ സംവിധാനവും അവയുടെ പര്യാപ്തതയും**

ആഭ്യന്തര നിയന്ത്രണ സംവിധാനങ്ങളുടെ ഭാഗമെന്ന നിലയിൽ സമഗ്രവും കാര്യക്ഷമവുമായ ഒരു ആഭ്യന്തര ഓഡിറ്റ് സംവിധാനം കോർപ്പറേഷനിൽ നിലനില്ക്കുന്നുണ്ട്. അവലോകനം ചെയ്യപ്പെട്ട കാലയളവിൽ ആഭ്യന്തര ഓഡിറ്റിന്റെ വ്യാപ്തിയും ഉദ്ദേശ്യവും ഡയറക്ടർമാരുടെ ഓഡിറ്റ് കമ്മിറ്റി വിലയിരുത്തുകയുണ്ടായി. ആഭ്യന്തര ഓഡിറ്റ് സംബന്ധിച്ച റിപ്പോർട്ടുകളും അവയോടൊപ്പമുള്ള ശുപാർശകളും അവയുടെ നടത്തിപ്പും ഓഡിറ്റ് കമ്മിറ്റി നിരന്തരം വിലയിരുത്തുകയും ഡയറക്ടർ ബോർഡ് മുമ്പാകെ സമർപ്പിക്കുകയും ചെയ്യുന്നുണ്ട്.

കേരള സർക്കാർ അനുശാസിക്കുന്ന പ്രകാരം ശ്രീ. കെ. സുരേഷ്കുമാർ കമ്പനി സെക്രട്ടറി & ഫെഡ് (ലീഗൽ, ഫെച്ച് ആർ & കോർപ്പറേറ്റ് അഫയേഴ്സ്) കോർപ്പറേഷൻ വിജിലൻസ് ഓഫീസറായി നിയോഗിച്ചിട്ടുണ്ട്. നടപ്പുവർഷം കോർപ്പറേഷനെതിരെയോ അതിലെ ഉദ്യോഗസ്ഥർക്കെതിരെയോ വിജിലൻസ് കേസുകൾ ഉണ്ടായിട്ടില്ല.

സാമ്പത്തിക വർഷത്തിൽ നിയമപരമായ പ്രശ്നങ്ങളുമായി ബന്ധപ്പെട്ട ഒരു കാര്യവും പാലിക്കാത്ത സംഭവങ്ങളൊന്നും ഉണ്ടായിട്ടില്ല.

**സ്റ്റാറ്റുട്ടറി ഓഡിറ്റർമാർ**

ചാർട്ടേഡ് അക്കൗണ്ടന്റുമാരായ M/s.രഞ്ജിത് കാർത്തികേയൻ & അസോസിയേറ്റ്സിനെ 20-20-2021 സാമ്പത്തിക വർഷത്തിലെ സ്റ്റാറ്റുട്ടറി ഓഡിറ്റർമാരായി കൺട്രാക്ടർ ആൻറ് ഓഡിറ്റർ ജനറൽ നിയമിച്ചിരിക്കുന്നു.

രേഖകൾ പരിശോധിച്ചും ആവശ്യമായ സന്ദർഭങ്ങളിൽ വീശദീകരണങ്ങൾ തേടിയും, ന്യായമായ കാലയളവിനുള്ളിൽ അവർ ഓഡിറ്റ് പൂർത്തിയാക്കുകയുണ്ടായി. വാർഷിക റിപ്പോർട്ടിന്റെ ഭാഗമായി സ്റ്റാറ്റുട്ടറി ഓഡിറ്റർമാരുടെ റിപ്പോർട്ട് നൽകിയിരിക്കുന്നു. സ്റ്റാറ്റുട്ടറി ഓഡിറ്റർമാരുടെ പരാമർശങ്ങൾക്കുള്ള മറുപടിയും വിശദീകരണങ്ങളും അനുബന്ധമായി ചേർത്തിരിക്കുന്നു

### **Report of the Accountant General (Economic and Revenue Sector Audit)**

The Accountant General (Economic & Revenue Sector Audit), Thiruvananthapuram, vide their Audit report dated 19.05.2022 conveyed under Section 143(6)(b) of the Companies Act, 2013, have issued comments on the Accounts for the year 2020-21. A copy of the same is placed as part of this Report together with the reply in the form of an Addendum to the Board's Report.

### **Related Party Transactions**

No Related Party Transaction as defined under Section 188 of Companies Act, 2013 read with Companies (Meetings of the Board and its Powers) Rules, 2015 was undertaken by the Corporation during the F.Y 2020-21.

### **Independent Directors**

The Company does not fall within the provision of Section 149 of the Companies Act, 2013. Hence not required to appoint Independent directors.

Material changes and commitments, if any, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the Financial Statements relate and the date of the report

There was no Material changes and commitments, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report.

### **Compliance with Secretarial Standard**

The Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and that such systems are adequate and operating effectively.

### **Loans, Guarantees and Investments**

Being a company engaged in the business of providing infrastructure facilities, provisions of Section 186 is not applicable to the company. However, investments covered under the Section form part of the notes to the financial statements provided in this Annual Report.

### **Fraud Reporting**

During the Financial Year, no cases regarding fraud have been reported to the Board.

### **Particulars regarding conservation of energy, technology absorption and foreign exchange earnings and expenditure.**

Your Corporation has no manufacturing activity. However, it has taken adequate steps to conserve energy and is now utilizing solar power at its office premises.

### **Details of Significant & Material Orders Passed by the Regulators or Courts or Tribunal**

There are no significant and material orders passed by the regulators or courts or tribunals, which would impact the going concern status of your Company and its future operations.

**അക്കൗണ്ടന്റ് ജനറലിന്റെ (ഇക്കണോമിക് ആന്റ് റവന്യൂ സെക്ടർ ഓഡിറ്റ്) റിപ്പോർട്ട്**

2013 ലെ കമ്പനി നിയമം സെക്ഷൻ 143 (6) (ബി) പ്രകാരം അക്കൗണ്ടന്റ് ജനറലിന്റെ (ഇക്കണോമിക് ആന്റ് റവന്യൂ സെക്ടർ ഓഡിറ്റ്) 19.05.2022 ലെ അവരുടെ ഓഡിറ്റ് റിപ്പോർട്ട് അനുസരിച്ച്, 202021 വർഷത്തെ അക്കൗണ്ടുകളെ കുറിച്ചുള്ള പരാമർശങ്ങളും അവയ്ക്കുള്ള ബോർഡിന്റെ മറുപടിയും വിശദീകരണങ്ങളും അനുബന്ധമായി ഉൾക്കൊള്ളിച്ചിരിക്കുന്നു.

**അനുബന്ധ കരാർ ഇടപാടുകൾ**

2013 ലെ കമ്പനി നിയമം സെക്ഷൻ 188, 2015 ലെ കമ്പനി (ബോർഡ് മീറ്റിങ്ങുകളും അതിന്റെ അധികാരങ്ങളും) വ്യവസ്ഥകൾ ഇവയിൽ നിർവ്വചിച്ചിരിക്കുന്ന വിധത്തിലുള്ള ഇടപാടുകളൊന്നും 202021 സാമ്പത്തിക വർഷത്തിൽ കോർപ്പറേഷൻ നടത്തിയിട്ടില്ല.

**സ്വതന്ത്ര ഡയറക്ടർമാർ**

കമ്പനി നിയമത്തിന്റെ 2013ലെ സെക്ഷൻ 149ന്റെ വ്യവസ്ഥയിൽ കമ്പനി ഉൾപ്പെടുന്നില്ല അതിനാൽ സ്വതന്ത്ര ഡയറക്ടർമാരെ നിയമിക്കേണ്ടതില്ല.

ഫിനാൻഷ്യൽ സ്റ്റേറ്റ്മെന്റുകൾ ബന്ധപ്പെട്ട കമ്പനിയുടെ സാമ്പത്തിക വർഷാവസാനത്തിനും റിപ്പോർട്ടിന്റെ തീയതിക്കും ഇടയിൽ സംഭവിച്ച കമ്പനിയുടെ സാമ്പത്തിക നിലയെ ബാധിക്കുന്ന ഭൗതികമായ മാറ്റങ്ങളും പ്രതിബദ്ധതകളും.

സാമ്പത്തിക പ്രസ്താവനകൾ ബന്ധപ്പെട്ട കമ്പനിയുടെ സാമ്പത്തിക വർഷാവസാനത്തിനും റിപ്പോർട്ടിന്റെ തീയതിക്കും ഇടയിൽ സംഭവിച്ച കമ്പനിയുടെ സാമ്പത്തിക നിലയെ ബാധിക്കുന്ന ഭൗതികമായ മാറ്റങ്ങളും പ്രതിബദ്ധതകളും ഇല്ല.

**സെക്രട്ടേറിയൽ മാനദണ്ഡങ്ങൾ പാലിക്കൽ**

ബാധകമായ എല്ലാ സെക്രട്ടേറിയൽ സ്റ്റാൻഡേർഡുകളുടെയും വ്യവസ്ഥകൾ പാലിക്കുന്നുണ്ടെന്ന് ഉറപ്പുവരുത്തുന്നതിനും അത്തരം സംവിധാനങ്ങൾ മതിയായതും ഫലപ്രദമായി പ്രവർത്തിക്കുന്നതും ഉറപ്പാക്കാൻ ഡയറക്ടർമാർ ശരിയായ സംവിധാനങ്ങൾ രൂപപ്പെടുത്തിയിട്ടുണ്ട്.

**വായ്പകൾ, ഗ്യാരന്റികൾ, നിക്ഷേപങ്ങൾ**

അടിസ്ഥാന സൗകര്യങ്ങൾ ഒരുക്കുന്ന ബിസിനസ്സിൽ ഏർപ്പെട്ടിരിക്കുന്ന കമ്പനിയായതിനാൽ, സെക്ഷൻ 186 ലെ വ്യവസ്ഥകൾ കമ്പനിക്ക് ബാധകമല്ല. എന്നിരുന്നാലും, ഈ വാർഷിക റിപ്പോർട്ടിൽ നൽകിയിരിക്കുന്ന സാമ്പത്തിക പ്രസ്താവനകളിലേക്കുള്ള കുറിപ്പുകളുടെ ഭാഗമാണ് വിഭാഗത്തിന് കീഴിലുള്ള നിക്ഷേപങ്ങൾ.

**വഞ്ചന റിപ്പോർട്ട്**

സാമ്പത്തിക വർഷത്തിൽ, വഞ്ചന സംബന്ധിച്ച കേസുകളൊന്നും ബോർഡിൽ റിപ്പോർട്ട് ചെയ്തിട്ടില്ല.

**ഊർജ്ജ സംരക്ഷണം, സാങ്കേതികവിദ്യ ആർജ്ജിക്കൽ, വിദേശനാണ്യ സംഭരണവും, വിനിയോഗവും തുടങ്ങിയ കാര്യങ്ങൾ**

നിങ്ങളുടെ കോർപ്പറേഷൻ നിർമ്മാണ പ്രവർത്തനങ്ങളിൽ ഏർപ്പെട്ടിട്ടില്ല. എന്നാൽ ഊർജ്ജ സംരക്ഷണത്തിനാവശ്യമായ നടപടികൾ സ്വീകരിക്കുകയും. ഓഫീസിലും, പരിസരത്തും സൗരോർജ്ജം പ്രയോജനപ്പെടുത്തുകയും ചെയ്യുന്നു.

**റെഗുലേറ്റർമാരോ കോടതികളോ ട്രിബ്യൂണലോ പാസാക്കിയ സുപ്രധാനവും സമഗ്രവുമായ ഉത്തരവുകളുടെ വിശദാംശങ്ങൾ**

റെഗുലേറ്റർമാരോ കോടതികളോ ട്രൈബ്യൂണലുകളോ പാസാക്കിയ കാര്യമായതും വസ്തുനിഷ്ഠവുമായ നിങ്ങളുടെ കമ്പനിയുടെ പ്രവർത്തനത്തെ ബാധിക്കുന്ന ഉത്തരവുകളൊന്നും ഇല്ല.



### **Maintenance of Cost Records**

Provisions of Section 148(1) of the Companies Act, 2013 is not applicable to the company.

### **Secretarial Standards**

Company has duly adopted and observed SS-1 and SS-2 pursuant to the provisions of section 118(10) of the Companies Act, 2013.

### **Risk Management Policy**

The Company has a robust Risk Management framework to identify, evaluate business risks and opportunities. This framework seeks to create transparency, minimize adverse impact on the business objectives and enhance the Company's competitive advantage. The business risk framework defines the risk management approach across the enterprise at various levels including documentation and reporting.

### **Particulars of Employees**

During the year, the Company had not employed any employees drawing remuneration in excess of the limits specified under Section 196 of the Companies Act, 2013 read with Rule 5 (2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

### **Directors Responsibility Statement**

As required under Section 134(5) of the Companies Act, 2013, subject to the comments of the Statutory Auditors and the Accountant General (E&RSA), Kerala, your Directors confirm that:

- a) In the preparation of the Annual Accounts, the applicable accounting standards with proper explanation relating to material departures if any have been used;
- b) The Directors had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of your Corporation at the end of the financial year and of the profit of your Corporation for that period.
- c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of your Company and for preventing and detecting fraud and other irregularities.
- d) These Accounts have been prepared on a going concern basis.
- e) The Directors had laid down internal financial controls to be followed by your Corporation and that such internal financial controls were adequate and operating effectively.
- f) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### **Details in respect of Frauds reported by Auditors under sub-section (12) of Section 143 other than those which are reportable to the Central Government**

No such frauds were reported by the auditors.

**കോസ്റ്റ് റെക്കോർഡുകളുടെ പരിപാലനം**

2013 ലെ കമ്പനി നിയമത്തിലെ സെക്ഷൻ 148(1)ലെ വ്യവസ്ഥകൾ കമ്പനിക്ക് ബാധകമല്ല.

**സെക്രട്ടേറിയൽ മാനദണ്ഡങ്ങൾ**

കമ്പനി നിയമത്തിലെ 2013ലെ സെക്ഷൻ 118(10)ലെ വ്യവസ്ഥകൾ അനുസരിച്ച് SS1, SS2 എന്നിവ കമ്പനി യഥാവിധി സ്വീകരിക്കുകയും നിരീക്ഷിക്കുകയും ചെയ്തിട്ടുണ്ട്.

**റിസ്ക് മാനേജ്മെന്റ് നയം**

ബിസിനസ്സ് അപകടസാധ്യതകളും അവസരങ്ങളും തിരിച്ചറിയുന്നതിനും വിലയിരുത്തുന്നതിനും കമ്പനിക്ക് ശക്തമായ റിസ്ക് മാനേജ്മെന്റ് ചട്ടക്കൂട് ഉണ്ട്. ഈ ചട്ടക്കൂട് സുതാര്യത സൃഷ്ടിക്കുന്നതിനും ബിസിനസ്സ് ലക്ഷ്യങ്ങളിൽ പ്രതികൂല സ്വാധീനം കുറയ്ക്കുന്നതിനും കമ്പനിയുടെ മത്സര നേട്ടം വർദ്ധിപ്പിക്കുന്നതിനും ശ്രമിക്കുന്നു. ഡോക്യുമെന്റേഷനും റിപ്പോർട്ടിംഗും ഉൾപ്പെടെ വിവിധ തലങ്ങളിൽ എൻ്റർപ്രൈസിലുടനീളം റിസ്ക് മാനേജ്മെന്റ് സമീപനത്തെ ബിസിനസ്സ് റിസ്ക് ചട്ടക്കൂട് നിർവ്വചിക്കുന്നു.

**ജീവനക്കാരുടെ വിശദാംശങ്ങൾ**

2014 ലെ കമ്പനികളുടെ റൂൾ 5 (2) (മാനേജ്മെന്റിൽ പേഴ്സണൽ നിയമനവും പ്രതിഫലവും) ചട്ടങ്ങൾ, 2013 ലെ കമ്പനീസ് ആക്റ്റിൻ്റെ സെക്ഷൻ 196 പ്രകാരം വ്യക്തമാക്കിയ പരിധിയിൽ കൂടുതൽ പ്രതിഫലം വാങ്ങുന്ന ഒരു ജീവനക്കാരെയും കമ്പനി ഈ വർഷം നിയമിച്ചിട്ടില്ല.

**ഡയറക്ടർമാരുടെ ഉത്തരവാദിത്ത പ്രസ്താവന**

2013 ലെ കമ്പനീസ് ആക്റ്റിൻ്റെ സെക്ഷൻ 134(5) പ്രകാരം, സ്റ്റാറ്റ്യൂട്ടറി ഓഡിറ്റർമാരുടെയും കേരളത്തിലെ അക്കൗണ്ടന്റ് ജനറലിൻ്റെയും (E, RSA) അഭിപ്രായങ്ങൾക്ക് വിധേയമായി, നിങ്ങളുടെ ഡയറക്ടർമാർ ഇത് സ്ഥിരീകരിക്കുന്നു:

- a) വാർഷിക റിപ്പോർട്ടുകൾ തയ്യാറാക്കുമ്പോൾ എന്തെങ്കിലും മാറ്റങ്ങൾ ഉത്തരവായിട്ടുണ്ടെങ്കിൽ അതിനുള്ള കാരണങ്ങൾ കാണിച്ചാണ് തയ്യാറാക്കിയിരിക്കുന്നത്.
- b) ഡയറക്ടർമാർ അത്തരം അക്കൗണ്ടിംഗ് പോളിസിക്ൾ തിരഞ്ഞെടുക്കുകയും അവ സ്ഥിരമായി പ്രയോഗിക്കുകയും സാമ്പത്തികവർഷാവസാനം നിങ്ങളുടെ കോർപ്പറേഷൻ്റെ അവസ്ഥയെക്കുറിച്ചും ആ കാലയളവിലെ നിങ്ങളുടെ കോർപ്പറേഷൻ്റെ ലാഭത്തെക്കുറിച്ചും യഥാർത്ഥവും നീതിയുക്തവുമായ വീക്ഷണം നൽകുന്നതിനായുമായും വിവേകപൂർണ്ണവുമായ വിധികളും എസ്റ്റിമേറ്റുകളും നടത്തി.
- c) കമ്പനിയുടെ ആസ്തികൾ സംരക്ഷിക്കുന്നതിനും വഞ്ചനയും മറ്റ് ക്രമക്കേടുകളും തടയുന്നതിനും കണ്ടെത്തുന്നതിനുമായി 2013ലെ കമ്പനി നിയമത്തിലെ വ്യവസ്ഥകൾക്കനുസൃതമായി മതിയായ അക്കൗണ്ടിംഗ് രേഖകളുടെ പരിപാലനത്തിന് ഡയറക്ടർമാർ ശരിയായതും മതിയായതുമായ ശ്രദ്ധ ചെലുത്തിയിരുന്നു.
- d) തുടരുന്ന സ്ഥാപനം എന്ന അടിസ്ഥാനത്തിലാണ് ഈ അക്കൗണ്ടുകൾ തയ്യാറാക്കിയിരിക്കുന്നത്.
- e) കോർപ്പറേഷൻ പിന്തുടരേണ്ട ആഭ്യന്തരസാമ്പത്തിക നിയന്ത്രണങ്ങൾ ഡയറക്ടർമാർ നിർദ്ദേശിച്ചിട്ടുണ്ട്, അത്തരം ആഭ്യന്തര സാമ്പത്തിക നിയന്ത്രണങ്ങൾ മതിയായതും ഫലപ്രദമായി പ്രവർത്തിക്കുന്നതുമാണ്.
- f) ബാധകമായ എല്ലാ നിയമങ്ങളും വ്യവസ്ഥകളും പാലിക്കുന്നുണ്ടെന്ന് ഉറപ്പാക്കാൻ ഡയറക്ടർമാർ ശരിയായ സംവിധാനങ്ങൾ രൂപപ്പെടുത്തിയിരുന്നു അത്തരം സംവിധാനങ്ങൾ മതിയായതും ഫലപ്രദമായി പ്രവർത്തിക്കുന്നതും ആയിരുന്നു.

**കേന്ദ്ര ഗവൺമെന്റിന് റിപ്പോർട്ട് ചെയ്യാവുന്നവ ഒഴികെയുള്ള സെക്ഷൻ 143ൻ്റെ ഉപവകുപ്പ് (12) പ്രകാരം ഓഡിറ്റർമാർ റിപ്പോർട്ട് ചെയ്ത തട്ടിപ്പുകളെ സംബന്ധിച്ച വിശദാംശങ്ങൾ**

ഇത്തരം തട്ടിപ്പുകളൊന്നും ഓഡിറ്റർമാർ റിപ്പോർട്ട് ചെയ്തിട്ടില്ല.



**Disclosure under the Sexual Harassment of Women at Workplace (Prevention, Prohibition, and Redressal) Act, 2013:**

The Corporation has constituted an internal Committee of Officers to redress complaints received regarding Sexual Harassment. All employees of the Corporation are free to approach the internal committee for redressal of their grievances. Corporation has not received any complaints during the year under review.

**Acknowledgements:**

The Board of Directors of your Corporation wishes to express its gratitude for the cooperation, guidance and support received from the Department of Industries, Government of Kerala, other Departments of the Government of Kerala, Government of India and the Reserve Bank of India and other Statutory Authorities. The Board of Directors also acknowledges the continued cooperation received from Investors especially from overseas.

The Board of Directors sincerely thank various Banks, Financial Institutions and shareholders, the Media and all other stakeholders for their continued support.

The Board of Directors place on record their appreciation of the dedicated and sincere services rendered by the Officers and Staff at all levels.

**Paul Antony**

**Chairman**

**ജോലിസ്ഥലത്ത് സ്ത്രീകൾക്കെതിരായ ലൈംഗിക പീഡനത്തിന് കീഴിലുള്ള വെളിപ്പെടുത്തലുകൾ (തടയൽ, നിരോധനം)**

സാമ്പത്തിക വർഷത്തിൽ, ജോലിസ്ഥലത്ത് സ്ത്രീകളെ ലൈംഗികമായി ഉപദ്രവിക്കുന്നതുമായി ബന്ധപ്പെട്ട് ഒരു കേസും റിപ്പോർട്ട് ചെയ്യപ്പെട്ടിട്ടില്ല.

**കൃതജ്ഞത**

കോർപ്പറേഷന്റെ ഡയറക്ടർ ബോർഡ് വ്യവസായ വകുപ്പ്, കേരള സർക്കാർ, കേരള സർക്കാരിന്റെ മറ്റ് വകുപ്പുകൾ, ഇന്ത്യാ ഗവൺമെന്റ്, റിസർവ് ബാങ്ക് ഓഫ് ഇന്ത്യാ എന്നിവയിൽ നിന്നും മറ്റ് സ്റ്റാസ്റ്റാട്ടുട്ടറി അതോറിറ്റികളിൽ നിന്നും ലഭിച്ച സഹകരണത്തിനും മാർഗ്ഗനിർദ്ദേശത്തിനും പിന്തുണയ്ക്കും നന്ദി അറിയിക്കുന്നു. നിക്ഷേപകരിൽ നിന്ന് പ്രത്യേകിച്ച് വിദേശത്ത് നിന്ന് ലഭിച്ച തുടർച്ചയായ സഹകരണവും ഡയറക്ടർ ബോർഡ് സ്മരിക്കുന്നു. .

വിവിധ ബാങ്കുകൾ, ധനകാര്യ സ്ഥാപനങ്ങൾ, ഓഹരി ഉടമകൾ, മാധ്യമങ്ങൾ, മറ്റ് എല്ലാ പങ്കാളികൾ എന്നിവരുടെ തുടർച്ചയായ പിന്തുണയ്ക്ക് ഡയറക്ടർ ബോർഡ് ആത്മാർത്ഥമായി നന്ദി രേഖപ്പെടുത്തുന്നു..

എല്ലാ തലങ്ങളിലുമുള്ള ഓഫീസർമാരും സ്റ്റാഫും നൽകുന്ന അർപ്പണബോധവും ആത്മാർത്ഥവുമായ സേവനങ്ങള്ക്കും ഡയറക്ടർ ബോർഡ് നന്ദി രേഖപ്പെടുത്തുന്നു.

**പോൾ ആന്റണി,  
ചെയർമാൻ**

**ANNUAL REPORT ON CSR ACTIVITIES**

1. A brief outline of the Company's CSR policy, including overview of projects of programmes undertaken or proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programmes:

The CSR initiatives of KSIDC are based on activities relating to promoting education, health care and sanitation.

The projects undertaken during the Financial Year 2020-21 were within the broad framework of Schedule VII to the Companies Act, 2013.

Details of the CSR policy and projects or programmes undertaken by the Company are available on the website of the Company at <http://www.ksidc.org/documents/CSR.pdf>.

2. The composition of the CSR committee: The Company has constituted a CSR Committee of the Board, consisting of Principal Secretary (I&N) - Chairman, MD-KSIDC - Member, Smt. Pamela Anna Mathew - Member. The constitution is in line with the provisions of Section 135(1) of the Companies Act, 2013.
3. Average Net Profit of the Corporation for the preceding three financial years was Rs.2664.63 lakhs.
4. Prescribed Corporate Social Responsibility expenditure (2% of the amount as in item 3 above) for 2020-21, total amount is Rs.53.29 lakhs.  
\* Total CSR to spend = Rs.91.68 lakhs (53.29 lakhs Current Year + Rs.38.39 lakhs (carry forwarded from Previous Year 2019-20))
5. Details of Corporate Social Responsibility Amount spent during the financial year: Rs.47.77 lakhs
  - a) Total amount spent for the Financial Year: Rs.47.77 lakhs
  - b) Amount unspent, if any : Rs.43.91 lakhs
  - c) Manner in which amount spent during the Financial Year is detailed below:

**സി.എസ്. ആർ. പ്രവർത്തനങ്ങളുടെ വാർഷിക റിപ്പോർട്ട്**

- കമ്പനിയുടെ സി.എസ്. ആർ നയത്തിന്റെ ഒരു ഹ്രസ്വ രൂപരേഖ തയ്യാറാക്കിയിട്ടുണ്ട്. അതിൽ കമ്പനി ഏറ്റെടുത്തതോ, നിർദ്ദേശിച്ചതോ ആയ എല്ലാ പ്രോജക്ടുകളുടെയും, പ്രോഗ്രാമുകളുടെയും വിവരണം നൽകിയിട്ടുണ്ട്.

വിദ്യാഭ്യാസം, ആരോഗ്യ സംരക്ഷണം, ശുചിത്വം എന്നിവ പ്രോൽസാഹിപ്പിക്കുന്നതുമായി ബന്ധപ്പെട്ട പ്രവർത്തനങ്ങളെ അടിസ്ഥാനമാക്കിയുള്ളതാണ് കെ.എസ്.ഐ.ഡി.സി യുടെ സി.എസ്. ആർ സംരഭങ്ങൾ.

2020-2021 സാമ്പത്തിക വർഷത്തിൽ കെ.എസ്.ഐ.ഡി.സി ഏറ്റെടുത്ത പ്രോജക്ടുകൾ കമ്പനീസ് ആക്ട് 2013 ഷെഡ്യൂൾ VII അനുശാസിക്കുന്ന ചട്ടക്കൂടിനുള്ളിൽ നിന്നു കൊണ്ടുള്ളതാണ്.

കെ.എസ്.ഐ.ഡി.സി. യുടെ സി.എസ്. ആർ പോളിസിയും ഏറ്റെടുത്ത പ്രോജക്ടുകളുടെയും പ്രോഗ്രാമുകളുടെയും വിശദവിവരങ്ങളും കെ. എസ്.ഐ.ഡി.സി.യുടെ വെബ്സൈറ്റ് <http://www.ksidc.org/documents/CSR.pdf>. ൽ ലഭ്യമാണ്.
- CSR കമ്മിറ്റിയുടെ ഘടന:** പ്രിൻസിപ്പൽ സെക്രട്ടറി (I&N) ചെയർമാൻ, മാനേജിംഗ് ഡയറക്ടർ, കെ.എസ്.ഐ.ഡി.സി - അംഘം ശ്രീമതി പമേല അന്ന മാത്യു - അംഗം എന്നിവരടങ്ങുന്ന ഒരു സി.എസ്.ആർ കമ്മിറ്റി കമ്പനി രൂപീകരിച്ചിട്ടുണ്ട്. 2013 -ലെ കമ്പനി നിയമത്തിലെ 135(1) വകുപ്പിലെ വ്യവസ്ഥകൾക്ക് അനുസൃതമാണ് സി.എസ്.ആർ ഭരണഘടന.
- കഴിഞ്ഞ മൂന്ന് സാമ്പത്തിക വർഷങ്ങളിലെ കോർപ്പറേഷന്റെ അറ്റാദായം 2664.63 ലക്ഷം രൂപയായിരുന്നു.
- 2020-2021 സാമ്പത്തിക വർഷത്തിലെ കമ്പനിയുടെ കോർപ്പറേറ്റ് സോഷ്യൽ റെസ്പോൺസിബിലിറ്റി ചെലവ് (മുകളിലുള്ള ഇനം 3 ലെ തുകയുടെ 2%) 53.29 ലക്ഷം രൂപയാണ്.

ചെലവഴിക്കേണ്ട മൊത്തം സി.എസ്. ആർ - 91.68 ലക്ഷം രൂപ (നിലവിലെ വർഷം 53.26 ലക്ഷം + 38.39 ലക്ഷം രൂപ) (2019-2020 വർഷം മുതലുള്ളത്)
- ഈ സാമ്പത്തിക വർഷത്തിൽ ചെലവഴിച്ച കോർപ്പറേറ്റ് സോഷ്യൽ റെസ്പോൺസിബിലിറ്റി തുകയുടെ വിശദാംശങ്ങൾ:

(എ) സാമ്പത്തിക വർഷം ചെലവഴിച്ച ആകെ തുക : 47.77 ലക്ഷം രൂപ

(ബി) ചെലവഴിക്കാത്ത തുക : 43.91 ലക്ഷം രൂപ.

(സി) സാമ്പത്തിക വർഷത്തിൽ ചെലവായ തുകയുടെ വിശദാംശങ്ങൾ ചുവടെ ചേർക്കുന്നു.

## AMOUNT SPENT FOR CSR ACTIVITIES

Sl. No	CSR project/ activity identified	Sector in which the project is covered	Project or Programme 1. Local area or others 2. Specify the State, District, where the project or programme was undertaken	Amount outlay (budget) or programme wise	Amount spent on the project or programme such heads 1. Direct expenditure on project or programme 2. Overheads	Amount spent: Direct or through implementing agency	Total (Rs.
01.	Free Education	Promoting Education	Trivandrum	Rs.20,40,000/-	Direct Expenses	Rs.11,52,000/-	Rs.11,52,000/-
02	Clappana St Joseph U P School	Infrastructure Facilities	Kollam	Rs.10,85,000/-	Direct Expenses	Rs.5,71,250/-	Rs.5,71,250/-
03	SCTIMST, Trivandrum	Medical Equipments	Trivandrum	Rs.20,00,000/-	Direct Expenses	Rs.20,00,000/-	Rs. 20,00,000/-
04	M/S Asraya Charitable Organisation	Medical Facilities	Trivandrum	Rs. 5,00,000/-	Direct Expenses	Rs. 5,00,000/-	Rs. 5,00,000/-
05	Government Tamil Higher Secondary School, Chalai, Trivandrum	Promoting Education	Trivandrum	Rs.12,14,250/-	Direct Expenses	Rs.12,14,250/-	Rs. 5,53,958/-
<b>TOTAL</b>						<b>Rs.47,77,208/-</b>	

1. In case the company has failed to spend the two percent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board Report :-

An amount of Rs. 43.91lakhs were unspent during the year under review. Since suitable eligible projects within the CSR funds available could be not identified, the unspent balance has been carried forward for the year 2021-22

We hereby declare that implementation and monitoring of the CSR policy are in compliance with CSR objectives and policy of the Company.

Sd/-  
Paul Antony IAS (Retd)  
Chairman

**കേരള സംസ്ഥാന വ്യവസായ വികസന കോർപ്പറേഷൻ ലിമിറ്റഡ്**

ക്രമ നം	തെരഞ്ഞെടുക്കപ്പെട്ട CSR പദ്ധതി പ്രവർത്തനം	പദ്ധതി ഉൾക്കൊള്ളുന്ന മേഖല	പദ്ധതി/പരിപാടി സമീപപ്രദേശം മുറ്റുമ്പോൾ പദ്ധതി നടപ്പിലാക്കുന്ന ജില്ല / സംസ്ഥാനം	മുടക്ക് മുതൽ തുക (ബജറ്റ്) പരിപാടി അനുസരിച്ച്	തുക ചെലവഴിച്ച പദ്ധതി പരിപാടി തുക നേരിട്ടുള്ള ചെലവ് അധികചെലവ്	ചെലവഴിച്ച തുക നേരിട്ടോ നടപ്പാക്കുന്ന ഏജൻസി മുഖാന്തിരമോ	ആകെ തുക (രൂപ)
01.	സൗജന്യ വിദ്യാഭ്യാസം	വിദ്യാഭ്യാസത്തെ പ്രോത്സാഹിപ്പിക്കൽ	തിരുവനന്തപുരം	Rs.20,40,000/-	നേരിട്ടുള്ള ചെലവുകൾ	Rs.11,52,000/-	Rs.11,52,000/-
02	ക്ലാപ്പന സെന്റ് ജോസഫ് യു.പി. സ്കൂൾ	അടിസ്ഥാന സൗകര്യങ്ങൾ	കൊല്ലം	Rs.10,85,000/-	നേരിട്ടുള്ള ചെലവുകൾ	Rs.5,71,250/-	Rs.5,71,250/-
03	SCTIMST, തിരുവനന്തപുരം	മെഡിക്കൽ ഉപകരണങ്ങൾ	തിരുവനന്തപുരം	Rs.20,00,000/-	നേരിട്ടുള്ള ചെലവുകൾ	Rs.20,00,000/-	Rs. 20,00,000/-
04	ആശ്രയ ചാരിറ്റബിൾ ഓർഗനൈസേഷൻ	മെഡിക്കൽ സൗകര്യങ്ങൾ	തിരുവനന്തപുരം	Rs. 5,00,000/-	നേരിട്ടുള്ള ചെലവുകൾ	Rs. 5,00,000/-	Rs. 5,00,000/-
05	ഗവ. തമിഴ് HSS ചാല, തിരുവനന്തപുരം	വിദ്യാഭ്യാസം പ്രോത്സാഹിപ്പിക്കുന്നതിന്	തിരുവനന്തപുരം	Rs.12,14,250/-	നേരിട്ടുള്ള ചെലവുകൾ	Rs.12,14,250/-	Rs. 5,53,958/-
	ആകെ						<b>Rs.47,77,208/-</b>

6. കഴിഞ്ഞ മൂന്നു സാമ്പത്തിക വർഷങ്ങളിലെ ശരാശരി അറ്റാദായത്തിന്റെ രണ്ടു ശതമാനമോ/ തുകയുടെ ഏതെങ്കിലും ഭാഗമോ ചെലവഴിക്കുന്നതിൽ കമ്പനി പരാജയപ്പെട്ടാൽ കമ്പനിയുടെ ബോർഡ് റിപ്പോർട്ടിൽ തുക ചെലവഴിക്കാത്തതിന്റെ കാരണം വിശദീകരിക്കണം.

അവലോകന വർഷത്തിൽ 43.91 ലക്ഷം രൂപ ചെലവഴിക്കാതെ പോയത് യുക്തമായ സി.എസ്. ആർ പ്രോജക്ടുകൾ കണ്ടെത്താൻ സാധിക്കാതെ പോയതുകൊണ്ടാണ്. ഈ ചെലവഴിക്കാത്ത തുകയെ 2021-22 സാമ്പത്തിക വർഷത്തിൽ വകയിരുത്തിയിട്ടുണ്ട്.

സി.എസ്.ആർ. നയം നടപ്പിലാക്കുന്നതും അതിന് മേൽനോട്ടം വഹിക്കുന്നതും കമ്പനിയുടെ സി.എസ്.ആർ. നയങ്ങൾക്കും ലക്ഷ്യങ്ങൾക്കും അനുസൃതമാണെന്ന് ഞങ്ങൾ ഉറപ്പ് തരുന്നു.

ഒപ്പ്,  
പോൾ ആന്റണി ഐ.എ.എസ് (റിട്ടയേർഡ്)  
ചെയർമാൻ

## ADDENDUM TO THE BOARDS REPORT 2020-21

## STANDALONE FINANCIAL STATEMENT

Sl No	Auditors Comment	Management Reply
A	<b>COMMENTS ON PROFITABILITY</b>	As per Section 36 (1)(viii) of Income Tax Act 1961, deduction is allowed to a specified entity of an amount not exceeding 20% of the profits derived from eligible business, providing long term finance, computed under the head profits and gains of business or profession. Accordingly, over a period of time KSIDC has been creating and transferring the specified percentage to the Special Reserve. As per Section 36 (1)(viiia), KSIDC has been transferring 5% of the adjusted income through the years towards the provision for bad and doubtful debts.
1.	<p><b>Standalone Statement of Profit and Loss for the year ended 31 March 2021</b></p> <p><b>Revenue from operations (Note 22)– Rs.325.64 lakh</b></p> <p>The above represents the amount withdrawn from Special Reserve and accounted as income during the year to offset the difference between the provision created for bad debts and bad debts written off. Special Reserve as per the provisions of section 36(1)(viii) of Income Tax Act is created as an appropriation of profit earned, withdrawal there from to offset the difference between provision created vide section 36 (1) (vii a) of Income Tax Act and bad debts written off was not correct.</p> <p>This has resulted in overstatement of revenue from operations and profit for the year by Rs. 325.64 lakh.</p>	<p>Prior to adoption of Ind AS, as per the then prevailing Accounting Policy of the Corporation, the cumulative balance in Special Reserve and Provision for Bad debts together was considered towards the required provisions for Non-Performing Assets. However, on adoption of Ind AS from 2018-19, Corporation follows separate NPA provision and the Special Reserve &amp; Provision for bad doubtful assets are available for loan write off as and when required.</p> <p>In usual circumstances, the provision made under 36 (1)(viiia) would have been sufficient to absorb any bad debts written off in a particular year. However, during the financial year under audit, i.e., 2020-21, the Corporation had written off bad debts amounting to Rs. 1136.72 lakhs with due approval from Board. The amount written off was on account of OTS of long pending stressed loan assets.</p> <p>The opening balance as on 01.04.2020 u/s 36 (1)(viiia) reserve was Rs. 662.69 lakhs and the additional provision created for the FY 2020-21 was Rs.148.39 lakhs. Since the closing balance of Rs. 811.08 lakhs was not sufficient to accommodate the entire bad debts of Rs. 1136.72 lakhs, the difference of Rs. 325.64 lakhs was utilised from Special Reserve u/s 36 (1)(viii). To summarise, out of the bad debts written off of Rs. 1136.72 lakhs, an amount of Rs. 811.08 lakhs was utilised from the provision created u/s 36 (1)(viiia) and the balance amount of Rs. 325.64 lakhs was utilised from the Special Reserve under Section 36 (1)(viii).</p>

		<p>At the time of finalisation of accounts for the year ended 31<sup>st</sup> March 2021, this matter was discussed in detail with Statutory Auditors and Tax Auditors as well. Considering the nature of loss spread over past years and also taking into fact the availability of significant balance in Special reserve, the amount of Rs. 325.64 lakhs was absorbed from the Special Reserve u/s 36 (1)(viii). It may also be noted that the amount of Rs. 325.64 lakhs has been considered as income and as well as expenses simultaneously and therefore no tax implication on the same.</p> <p>The loss sustained by way of write-off under OTS of stress loans cannot be treated as a loss for that particular financial year as the OTS amount pertains to loans granted in past years and therefore it is fair that such extraordinary write-off was absorbed from Special Reserve created and maintained in Books of Accounts. Thus, there is no overstatement of revenue from operations and profit for the year under audit as the said amount of Rs 325.64 lakhs was recognised as income as well as expenses in the same financial year 2020-21.</p>
B	<p><b>COMMENTS ON FINANCIAL POSITION</b>  <b>Standalone Balance Sheet as at 31 March 2021</b></p> <p><b>Other financial liabilities (Note 14) - Grant received for Vyavasaya Bhadratha Rs. 2254.50 lakh</b></p> <p>This represents the amount received from Government of Kerala being treated as deferred income considering it as a grant in aid. Since the Government has sanctioned the amount for supporting the existing loanees to mitigate the Covid-19 impact and not as a relief to the Company, reckoning the amount as Grant was not correct. Instead, the fund received should have been accounted as payable to Government of Kerala till</p>	<p>The Government of Kerala had announced a special package of relief scheme and financial assistance to MSMEs, in the wake of Covid 19 named Vyavasaya Bhadratha in May 2020 (G.O.(MS)No.56/2020/ID dated 20/05/2020). The scheme was intended to extend financial support to existing clients of KSIDC to meet working capital and asset creation needs. Short term loan upto Rs. 200 lakhs or 30% of the already sanctioned term loan (whichever is less) at an interest rate of 8% was granted.</p> <p>As part of the scheme, KSIDC had disbursed Top-up loans of Rs. 2254.50 lakhs through plan fund support from Government. Further, in June 2021, Govt had announced Covid19 Samashwasa Padhathi, another relief package, wherein KSIDC has been extending soft loans to MSMEs (G.O.(Rt)No.666/2021ID dated 30/06/2021). Amongst the various schemes under this package, the major one was KSIDC sanctioning Rs. 100 crores as soft loan for MSMEs with an interest rate of 5% as the lending rate. Vide G.O.(Rt)No.135/2022 ID dated 16/02/2022, the limit was enhanced to Rs. 200 crores. KSIDC had already sanctioned Rs. 153.56 crores under this scheme and is expected to sanction further amount of Rs. 30 crores as the Govt had permitted to consider all application received on or before 31.03.2022. Under this scheme, the loan</p>



C	<p>finalisation of terms and conditions. This has resulted in overstatement of 'Grant received for Vyavasaya Bhadratha' by Rs. 2254.50 lakh with corresponding understatement of amount 'Payable to Government'- under Other Non-financial Liabilities (Note 17).</p>	<p>amount is sanctioned from borrowed funds of KSIDC and only the interest subvention amount, i.e. the difference in interest rates of 8.75% and 5% shall be provided by Govt.</p> <p>Since KSIDC is mobilizing the disbursements through borrowed funds, in order to ensure timely debt service, it was proposed to create a Corpus from repayments from Top-up loans sanctioned under Vyavasaya Bhadratha package for claims of interest subvention for soft loans and special loans sanctioned under COVID19 Samaswhasa Padhathi. KSIDC had sought specific approval from Government of Kerala to utilize the repayments from Top-up loans granted under Vyavasaya Bhadratha for interest subvention for soft loans and special loans sanctioned as part of Covid-19 Samashwasa Padhathi. KSIDC has also requested to amend the earlier Government orders issued in this regard.</p> <p>Vide G.O.(Rt)No.348/2022/ID dated 22.04.2022, Government has accorded sanction to KSIDC to utilize the repayments from Top-up loans under Vyavasaya Bhadratha for interest subvention for soft loans and special loans sanctioned as part of Covid -19 Samashwasa Padhathi. As such, KSIDC does not propose to recognise the repayments of Top-up loans under Vyavasaya Bhadratha as income of the Corporation. Separate Corpus Account from repayments of Top-up Loans will be created and the same will be utilised against claims of interest subvention from time to time. Appropriate disclosures shall be made in 2021-22 accounts based on Govt Order issued in this regard.</p>
	<p><b>COMMENTS ON DISCLOSURE</b></p> <p>Since the Company has not availed the entire sanctioned loan of Rs. 180.00 crore sanctioned by HDFC bank and the loan account was closed before finalization of current year accounts, the unamortized processing fee of Rs. 48.89 lakh should have been disclosed in the notes on accounts as per Para 21 of Ind AS 10. This has not been complied with.</p>	<p>Para 21 of IND AS 10 specifies the disclosure of non-adjusting events occurring after the reporting period in case of material items only. Compared to the total income of Rs. 53.93 crores, the unamortised processing charges of Rs. 48.89 lakhs is a modest amount. Further, KSIDC had pre-closed the loan from HDFC bank and availed loan from State Bank of India in August 2021. Considering all these factors, the disclosure requirement as stated in the comment certificate is not required.</p>

## ADDENDUM TO THE BOARDS REPORT 2020-21

## CONSOLIDATED FINANCIAL STATEMENT

Sl No	Auditors Comment	Management Reply
A	<p><b>COMMENTS ON PROFITABILITY</b></p> <p><b>Consolidated Statement of Profit and Loss for the year ended 31 March 2021</b></p> <p><b>Revenue from operations (Note 22)– Rs.325.64 lakh</b></p> <p>The above represents the amount withdrawn from Special Reserve and accounted as income during the year to offset the difference between the provision created for bad debts and bad debts written off. Special Reserve as per the provisions of section 36(1) (viii) of Income Tax Act is created as an appropriation of profit earned, withdrawal there from to offset the difference between provision created vide section 36 (1) (vii a) of Income Tax Act and bad debts written off was not correct.</p> <p>This has resulted in over statement of revenue from operations and profit for the year by Rs. 325.64 lakh.</p>	<p>As per Section 36 (1)(viii) of Income Tax Act 1961, deduction is allowed to a specified entity of an amount not exceeding 20% of the profits derived from eligible business, providing long term finance, computed under the head profits and gains of business or profession. Accordingly, over a period of time KSIDC has been creating and transferring the specified percentage to the Special Reserve. As per Section 36 (1)(viiia), KSIDC has been transferring 5% of the adjusted income through the years towards the provision for bad and doubtful debts.</p> <p>Prior to adoption of Ind AS, as per the then prevailing Accounting Policy of the Corporation, the cumulative balance in Special Reserve and Provision for Bad debts together was considered towards the required provisions for Non-Performing Assets. However, on adoption of Ind AS from 2018-19, Corporation follows separate NPA provision and the Special Reserve &amp; Provision for bad doubtful assets are available for loan write off as and when required.</p> <p>In usual circumstances, the provision made under 36 (1)(viiia) would have been sufficient to absorb any bad debts written off in a particular year. However, during the financial year under audit, i.e., 2020-21, the Corporation had written off bad debts amounting to Rs. 1136.72 lakhs with due approval from Board. The amount written off was on account of OTS of long pending stressed loan assets.</p> <p>The opening balance as on 01.04.2020 u/s 36 (1)(viiia) reserve was Rs. 662.69 lakhs and the additional provision created for the FY 2020-21 was Rs.148.39 lakhs. Since the closing balance of Rs. 811.08 lakhs was not sufficient to accommodate the entire bad debts of Rs. 1136.72 lakhs, the difference of Rs. 325.64 lakhs was utilised from Special Reserve u/s 36 (1)(viii). To summarise, out of the bad debts written off of Rs. 1136.72 lakhs, an amount of Rs. 811.08 lakhs was utilised from the provision created u/s 36 (1)(viiia) and the balance amount of Rs. 325.64 lakhs was utilised from the Special Reserve under Section 36 (1)(viii).</p>

		<p>At the time of finalisation of accounts for the year ended 31<sup>st</sup> March 2021, this matter was discussed in detail with Statutory Auditors and Tax Auditors as well. Considering the nature of loss spread over past years and also taking into fact the availability of significant balance in Special reserve, the amount of Rs. 325.64 lakhs was absorbed from the Special Reserve u/s 36 (1)(viii). It may also be noted that the amount of Rs. 325.64 lakhs has been considered as income and as well as expenses simultaneously and therefore no tax implication on the same.</p> <p>The loss sustained by way of write-off under OTS of stress loans cannot be treated as a loss for that particular financial year as the OTS amount pertains to loans granted in past years and therefore it is fair that such extraordinary write-off was absorbed from Special Reserve created and maintained in Books of Accounts. Thus, there is no overstatement of revenue from operations and profit for the year under audit as the said amount of Rs 325.64 lakhs was recognised as income as well as expenses in the same financial year 2020-21.</p>
<b>B</b>	<p><b>COMMENTS ON FINANCIAL POSITION</b></p> <p><b>Consolidated Balance Sheet as at 31 March 2021</b></p> <p><b>Other financial liabilities (Note 14) - Grant received for Vyavasaya Bhadratha Rs. 2254.50 lakh</b></p> <p>This represents the amount received from Government of Kerala being treated as deferred income considering it as a grant in aid. Since the Government has sanctioned the amount for supporting the existing loanes to mitigate the Covid-19 impact and not as a relief to the Company, reckoning the amount as Grant was not correct. Instead, the fund received should have been accounted</p>	<p>The Government of Kerala had announced a special package of relief scheme and financial assistance to MSMEs, in the wake of Covid 19 named Vyavasaya Bhadratha in May 2020 (G.O.(MS)No.56/2020/ID dated 20/05/2020). The scheme was intended to extend financial support to existing clients of KSIDC to meet working capital and asset creation needs. Short term loan upto Rs. 200 lakhs or 30% of the already sanctioned term loan (whichever is less) at an interest rate of 8% was granted.</p> <p>As part of the scheme, KSIDC had disbursed Top-up loans of Rs. 2254.50 lakhs through plan fund support from Government. Further, in June 2021, Govt had announced Covid19 Samashwasa Padhathi, another relief package, wherein KSIDC has been extending soft loans to MSMEs (G.O.(Rt)No.666/2021ID dated 30/06/2021). Amongst the various schemes under this package, the major one was KSIDC sanctioning Rs. 100 crores as soft loan for MSMEs with an interest rate of 5% as the lending rate. Vide G.O.(Rt)No.135/2022 ID dated 16/02/2022, the limit was enhanced to Rs. 200 crores. KSIDC had already sanctioned Rs. 153.56 crores under this scheme and is expected to sanction further amount of Rs. 30 crores as the Govt had permitted to consider all application received on or before 31.03.2022. Under this scheme, the loan</p>

	<p>as payable to Government of Kerala till finalisation of terms and conditions. This has resulted in overstatement of 'Grant received for Vyavasaya Bhadratha' by Rs. 2254.50 lakh with corresponding under statement of amount 'Payable to Government'- under Other Non-financial Liabilities (Note 17).</p>	<p>amount is sanctioned from borrowed funds of KSIDC and only the interest subvention amount, i.e. the difference in interest rates of 8.75% and 5% shall be provided by Govt.</p> <p>Since KSIDC is mobilizing the disbursements through borrowed funds, in order to ensure timely debt service, it was proposed to create a Corpus from repayments from Top-up loans sanctioned under Vyavasaya Bhadratha package for claims of interest subvention for soft loans and special loans sanctioned under COVID19 Samaswhasa Padhathi. KSIDC had sought specific approval from Government of Kerala to utilize the repayments from Top-up loans granted under Vyavasaya Bhadratha for interest subvention for soft loans and special loans sanctioned as part of Covid-19 Samashwasa Padhathi. KSIDC has also requested to amend the earlier Government orders issued in this regard.</p> <p>Vide G.O.(Rt)No.348/2022/ID dated 22.04.2022, Government has accorded sanction to KSIDC to utilize the repayments from Top-up loans under Vyavasaya Bhadratha for interest subvention for soft loans and special loans sanctioned as part of Covid -19 Samashwasa Padhathi. As such, KSIDC does not propose to recognise the repayments of Top-up loans under Vyavasaya Bhadratha as income of the Corporation. Separate Corpus Account from repayments of Top-up Loans will be created and the same will be utilised against claims of interest subvention from time to time. Appropriate disclosures shall be made in 2021-22 accounts based on Govt Order issued in this regard.</p>
<b>C</b>	<p><b>COMMENTS ON DISCLOSURE</b></p> <p>Since the Company has not availed the entire sanctioned loan of Rs. 180.00 crore sanctioned by HDFC bank and the loan account was closed before finalization of current year accounts, the unamortized processing fee of Rs. 48.89 lakh should have been disclosed in the notes on accounts as per Para 21 of Ind AS 10. This has not been complied with.</p>	<p>Para 21 of IND AS 10 specifies the disclosure of non-adjusting events occurring after the reporting period in case of material items only. Compared to the total income of Rs. 53.93 crores, the unamortised processing charges of Rs. 48.89 lakhs is a modest amount. Further, KSIDC had pre-closed the loan from HDFC bank and availed loan from State Bank of India in August 2021. Considering all these factors, the disclosure requirement as stated in the comment certificate is not required.</p>

**RANJIT KARTHIKEYAN ASSOCIATES**

*Chartered Accountants*

**INDEPENDENT AUDITOR'S REPORT**

**To the Members of  
Kerala State Industrial Development Corporation Ltd,**

**Report on the Audit of the Standalone Ind AS Financial Statements**

**Opinion**

We have audited the standalone Ind AS financial statements of **Kerala State Industrial Development Corporation Limited** ("The Company"), which comprise the Balance Sheet as at 31st March, 2021, the Statement of Profit and Loss, (including Other Comprehensive Income), the Statement of Changes in Equity and Statement of Cash Flows for the year then ended, including the Notes to the Ind AS Financial Statements, a summary of Significant Accounting Policies and other Explanatory Information (Ind AS Financial Statements).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Ind AS Financial Statements give the information required by the Companies Act 2013 (the Act) in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state affairs of the Company as at March 31, 2021, and its Profit including Other Comprehensive Income, Changes in Equity and its Cash Flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Emphasis of Matter**

1. With regard to Note No. 4, Government has issued directions to Coir Gramam to take over KCCL and release payment of KSIDC. However, the land was not taken by the Coir Department till date and has not settled the compensation requested by KSIDC.

**Key Audit Matters**

Key audit matters are those matters that in our professional judgement were of most significance in our audit of the Ind AS financial statements.

These matters were addressed in the context of our audit, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matters	How our Audit Addressed the Key Audit Matter
<p><b>Computation of provision towards impairment of loan assets (refer note no, 5 of the accompanying Financial Statements)</b></p> <p>As at 31.03.2021, the Company had reported total impairment allowance of Rs. 17,540.44 lakhs (31 March 2020-Rs. 17,563.34 lakhs)</p> <p>A significant degree of judgement is required to determine the timing and amount of impairment loss allowance to be recognized with respect to loan assets. Based on our risk assessment, the following are the significant judgements and estimates that impact Impairment loss allowance.</p> <ul style="list-style-type: none"> <li>• Completeness and timing of recognition of default, in accordance with the prudential norms on Income Recognition, Asset Classification, and provisioning pertaining to Loan Assets.</li> <li>• Measurement of provision dependent on the Probability of Default (PD) and Loss Given Default (LGD) of each category of loan asset, identification of PD and LGD involves significant judgements and estimates related to forward looking information.</li> </ul> <p>Since the identification of NPAs and providing for Impairment loss allowance requires significant level of estimation and given its significance to the overall audit, we have ascertained the computation of provision towards impairment of loan assets as a key audit matter.</p>	<p>The Audit Procedures performed, among others, included</p> <ul style="list-style-type: none"> <li>• Considering the Companies policies and process for NPA identification and provisioning and assessing compliances with the RBI norms,</li> <li>• Understanding, evaluating and testing the design and effectiveness of key controls around identification of impaired accounts.</li> <li>• Performing other procedures including substantive audit procedures covering the identification of NPAs such as: <ul style="list-style-type: none"> <li>• Reading Account Statements and related information of the borrowers on sample basis.</li> <li>• Performing inquiries with Project department to ascertain if there were indicators of stress or an occurrence of an event to default in a particular loan account or any product category which needed to be considered as NPA.</li> <li>• Holding discussions with management on sectors where there is perceived credit risk and the steps taken to mitigate the risk to identified sectors.</li> </ul> </li> <li>• Tested on sample basis the calculation performed by the management for impairment loss allowance and the realisation value of assets provided as security against loans classified as non-performing for computing the Impairment Loss Allowance.</li> <li>• Verifying if the Impairment Loss Allowance computed as per Expected Credit Loss norms satisfying the minimum provision requirement as per RBI regulations.</li> </ul>



### **Information other than the Financial Statements and Auditors Report thereon**

The Company's Board of Directors is responsible for the information. The other information comprises the information included in the annual report, but does not include the Financial Statements and our Audit Report thereon. The Annual Report is expected to be made available to us after the date of this audit report.

Our opinion on the standalone financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit otherwise appears to be materially misstated.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we were required to communicate the matter to those charged with governance.

### **Responsibility of Management and Those Charged with Governance for the Standalone Ind AS Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134 (5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone Ind AS Financial Statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern basis of accounting unless Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. The Board of Directors are also responsible for overseeing the company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually

or in the aggregate, they could reasonably be expected to influence the economic decision of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risks of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143 (3) (i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the Standalone Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies



Act, 2013, we give in the '**Annexure A**' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by section 143(3) of the Act, we report that:
- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - b. In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c. The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income) the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account:
  - d. In our opinion, the aforesaid standalone Ind AS Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant rules issued thereunder.
  - e. On the basis of written representations received from the directors as on 31<sup>st</sup> March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2021 from being appointed as a director in terms of Section 164(2) of the Act.
  - f. With respect to the adequacy of the Internal Financial Controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**".
  - g. Matters required to be reported as per the directive issued by C&AG u/s 143(5) of the Companies Act is given separately in "**Annexure C**".
  - h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements- Refer Note 33 to the financial statements;
    - ii) The company has not made any provision on long-term contracts including derivative contracts as there was no such contract(s) reported.
    - iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For **RANJIT KARTHIKEYAN ASSOCIATES**

Chartered Accountants

(FRN 006705 S)

Sd/-

CA. D. JAYAPRAKASH B.Com, FCA

Partner (M.No. 533736)

UDIN : 22533736ABDAIU9143

Thiruvananthapuram  
10-02-2022

**RANJIT KARTHIKEYAN ASSOCIATES**

*Chartered Accountants*

**"ANNEXURE A" TO THE INDEPENDENT AUDITOR'S REPORT**

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the Standalone Ind AS Financial Statements of the **KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LIMITED** for the year ended March 31, 2021:

- 1) In respect of the Company's Fixed Assets
  - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
  - (b) The Fixed Assets of the corporation have been physically verified by the Management as certified and no material discrepancies between the book records and the physical fixed assets have been noticed.
  - (c) Management has certified that all the title deeds are in the name of the Company. However, the title deed of Trivandrum Office property is not available.
- 2) From the examination of books of accounts and explanation provided to us, the Corporation has no inventory during the year under audit.
- 3) The Company has not granted any loans, secured or unsecured to Companies, Firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (c) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Goods and Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2021 for a period of more than six months from the date on when they become payable.

- (b) According to the information and explanation given to us, there are no dues of income tax, Goods and Service Tax, Sales Tax, Service Tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute except Rs. 699.06 lakhs as disclosed in Note No. 33.
- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has neither taken any loan from financial institutions nor issued any debentures.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys and term loans. Accordingly, the provisions of clause 3(ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) Based upon the audit procedures performed and the information and explanations given by the Management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Based upon the audit procedures performed and the information and explanations given by the management, the Managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3(xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the standalone Financial Statements as required by the applicable Accounting Standards.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the order are not applicable to the Company and hence not commented upon.
- 16) The company has been registered under section 45 IA of the Reserve Bank of India Act, 1934.

For **RANJIT KARTHIKEYAN ASSOCIATES**

Chartered Accountants

(FRN 006705 S)

Sd/-

CA. D. JAYAPRAKASH B.Com, FCA

Partner (M.No. 533736)

UDIN : 22533736ABDAIU9143

Thiruvananthapuram

10-02-2022

**RANJIT KARTHIKEYAN ASSOCIATES**

*Chartered Accountants*

**"ANNEXURE B" TO THE INDEPENDENT AUDITOR'S REPORT**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013**

We have audited the Internal Financial Controls over financial reporting of **KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LIMITED** (the company) as of March 31, 2021 in conjunction with our audit of the standalone financial statements of the company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting and the Standards on Auditing, issued by ICAI, prescribed under section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk.

The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

In our opinion, to the best of our information and according to the explanations given to us the Company has in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the "Institute of Chartered Accountants of India".

For **RANJIT KARTHIKEYAN ASSOCIATES**

Chartered Accountants

(FRN 006705 S)

Sd/-

CA. D. JAYAPRAKASH B.Com, FCA

Partner (M.No. 533736)

UDIN : 22533736ABDAIU9143

Thiruvananthapuram

10-02-2022

**RANJIT KARTHIKEYAN & ASSOCIATES***Chartered Accountants***ANNEXURE C****REPORT AS PER THE DIRECTIONS UNDER SUB-SECTIONS (5) OF SECTION 143 OF THE COMPANIES ACT, 2013 OF KERALA STATE INDUSTRIAL DEVELOPEMENT CORPORATION LIMITED FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2021**

<b>Particulars-General</b>	<b>Observations</b>
Whether the Company has system in place to process all the accounting transactions through IT system ? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	Company has a system in place to process all the accounting transactions through IT system.
Whether there is any restructuring of an existing loan cases of Waiver/write off of debts/loans/ interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated.	No Such cases
Whether funds received/receivable for specific schemes from Central/State agencies were properly accounted for/utilized as per its term and conditions? List the cases of deviation.	Cash systm of accounting has been followed by the Company for accounting grants from Government for execution of projects. The grant receivable if any is not accounted in the books. The fund received for specific schemes were properly accounted in the books. Execution of the projects is delayed is respect of some projects.
<b>Particulars-Finance Sector</b>	<b>Observations</b>
Whether the Company has complied with the directions issued by RBI for  Non-Banking Finance Companies (NBFCs): Classification of non-performing assets: And Captial adequacy norms for NBFCs:	Yes

Whether the Company has a system to ensure that loans were secured by adequate security free from encumbrances and have first charge on the mortgaged assets. Further instances of undue delay in disposal of seized units may be reported.	Corporation has a system to ensure that loans are secured by adequate security, free from encumbrances and to have first charge on the mortgaged assets. However the Corporation had, on a directive from Govt. of Kerala, sanctioned a temporary unsecured loan of Rs. 100 lakhs to Malappuram Cancer Centre and Research Institute and Rs. 1250 lakhs to Kerala State Textiles Corporation.. There are no seized units with the Corporation.
Whether introduction of any scheme for settlement of dues and extensions thereto complied with policy guidelines of Company Government	Yes
Comment on the Confirmation of balances of Trade receivables, Trade payables, Term deposits, Bank accounts and Cash obtained	Confirmation in respect of Liabilities and all Advances not obtained.
Whether the bank guarantees have been revalidated in time	Not Applicable

For **RANJIT KARTHIKEYAN ASSOCIATES**

Chartered Accountants

(FRN 006705 S)

Sd/-

CA. D. JAYAPRAKASH B.Com, FCA

Partner (M.No. 533736)

UDIN : 22533736ABDAIU9143

Thiruvananthapuram

10-02-2022



**RANJIT KARTHIKEYAN ASSOCIATES**

*Chartered Accountants*

**INDEPENDENT AUDITOR'S REPORT**

**To the Members of  
Kerala State Industrial Development Corporation Ltd,**

**Report on the Audit of the Consolidated Ind AS Financial Statements**

**Qualified Opinion**

We have audited the accompanying Consolidated Ind AS Financial Statements of **Kerala State Industrial Development Corporation Limited** ("the Company") which comprise the Balance Sheet as at 31st March, 2021, the Statement of Profit and Loss, (including Other Comprehensive Income), the Statement of Changes In Equity and Statement of Cash Flows for the year then ended, including the Notes to the Ind AS Financial Statements, a summary of Significant Accounting Policies and other Explanatory Information (Ind AS Financial Statements)

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated Ind AS Financial Statements give the information required by the Companies Act, 2013 (the Act) in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and its Profit including Other Comprehensive Income, Changes in Equity and its Cash Flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Emphasis of Matter**

1. With regard to Note No. 4. Government has issued directions to Coir Gramam to made over KCCL and release payment to KSIDC. However, the land was not taken by the Coir Department till date and has not settled the compensation requested by KSIDC.

**Key Audit Matters**

Key audit matters are those matters that in our professional judgement were of most significance in our audit of the Ind AS financial statements.

These matters were addressed in the context of our audit, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report.

<b>Key Audit Matters</b>	<b>How our audit addressed the Key Audit Matter</b>
<p><b>Computation of provision towards impairment of loan assets (refer note no. 5 of the accompanying Financial statements)</b></p> <p>As at 31-03-2021, the Company had reported total impairment allowance of Rs. 17,540.44 lakhs (31 March 2020-Rs. 17,563.34 lakhs).</p> <p>A significant degree of judgement is required to determine the timing and amount of impairment loss allowance to be recognised with respect to loan assets. Based on our risk assessment, the following are the significant judgements and estimates that impact impairment loss allowance:</p> <ul style="list-style-type: none"> <li>• Completeness and timing of recognition of default, in accordance with the prudential norms on Income Recognition, Asset Classification, and provisioning pertaining to Loan Assets.</li> <li>• Measurement of provision dependent on the Probability of Default (PD) and Loss Given Default (LGD) of each category of loan asset, identification of PD and LGD</li> </ul>	<p>The audit procedures performed among others included:</p> <ul style="list-style-type: none"> <li>• Considering the Companies policies and processes for NPA identification and provisioning and assessing compliances with the RBI norms.</li> <li>• Understanding evaluating and testing the design and effectiveness of key controls around identification of impaired accounts.</li> <li>• Performing other procedures including substantive audit procedures covering the identification of NPAs such as; <ul style="list-style-type: none"> <li>• Reading Account Statements and related information of the borrowers on sample basis.</li> <li>• Performing inquiries with Project department to ascertain if there were indicators of stress or an occurrence of an event to default in a particular loan account or any product category which needed to be considered as NPA.</li> <li>• Holding discussions with management on sectors where there is perceived credit</li> </ul> </li> </ul>

<p>involves significant judgements and estimate related to forward looking information.</p> <p>Since the identification of NPAs and providing for Impairment loss allowance requires significant level of estimation and given its significance to the overall audit, we have ascertained the computation of provision towards impairment of loan assets as a key audit matter.</p>	<p>risk and the steps taken to mitigate the risk to identified sectors.</p> <ul style="list-style-type: none"> <li>• Tested on sample basis the calculation performed by the management for impairment loss allowance and the realization value of assets provided as security against loans classified as non-performing for computing the Impairment Loss Allowance.</li> <li>• Verifying if the Impairment Loss Allowance computed as per Expected Credit Loss norms satisfying the minimum provision requirement as per RBI regulations.</li> </ul>
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#### **Information other than the Financial Statements and Auditors Report thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the annual report, but does not include the Financial Statements and our Audit Report thereon. The Annual Report is expected to be made available to us after the date of this audit report.

#### **Responsibility of Management and Those Charged with Governance for the Consolidated Ind AS Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134 (5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Consolidated Ind AS Financial Statements that give a true and fair view of the financial position, financial performance, change in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This Responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement whether due to fraud or error.

In preparing the Financial Statements, Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern basis of accounting unless Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. The Board of Directors are also responsible for overseeing the company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also;

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the Consolidated Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - b. In our opinion, proper books of accounts as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c. The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report in agreement with the books of account.
  - d. In our opinion, the aforesaid Consolidated Ind AS Financial Statements comply with the Accounting Standards specified under section 133 of the Act, read with relevant rules issued thereunder.
  - e. On the basis of written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the Directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164(2) of the Act.
  - f. With respect to the adequacy of the Internal Financial Controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**".
  - g. Matters required to be reported as per directive issued by C&AG u/s 143(5) of the Companies Act is given separately in "**Annexure C**".
  - h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements-Refer Note 30 to the financial statements.
    - ii) The company has not made any provision on long-term, contracts including derivative contracts as there was no such contract(s) reported.
    - iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For **RANJIT KARTHIKEYAN ASSOCIATES**

Chartered Accountants

(FRN 006705 S)

Sd/-

CA. D. JAYAPRAKASH B.Com, FCA

Partner (M.No. 533736)

UDIN : 22533736ABDAIU9143

Thiruvananthapuram

10-02-2022



## **STATEMENT OF ACCOUNTS**



**KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.**

CIN: U45309KL1961SGC001937

**STANDALONE BALANCE SHEET AS AT 31-03-2021**

Rs. in lakhs

Particulars	Notes	As at 31.03.2021	As at 31.03.2020 Restated	As at 01.04.2019 Restated
<b>I ASSETS</b>				
<b>1 Financial Assets</b>				
a Cash and cash equivalents	2	5,809.22	17,259.08	9,819.22
b Bank balances other than (a) above	3	2,520.52	8,286.66	11,555.51
c Receivables	4			
(i) Trade Receivables		331.25	242.26	226.45
(ii) Other Receivables		-	1.49	1.56
d Loans	5	44,986.56	20,203.98	21,234.24
e Investments	6	46,940.85	26,047.62	44,420.87
f Other financial assets	7	508.44	1,026.24	1,616.65
<b>Sub-Total</b>		<b>1,01,096.84</b>	<b>73,067.32</b>	<b>88,874.50</b>
<b>2 Non Financial Assets</b>				
a Inventories				
b Current tax assets (net)	8	2,194.16	2,422.74	1,770.41
c Deferred Tax Assets (net)				
d Property Plant & Equipment	9	327.74	335.29	351.92
e Capital work in progress	10	135.54	135.54	135.54
f Other intangible Assets	9	0.87	2.61	8.01
g Other non financial assets	11	355.21	649.81	74.32
<b>Sub-Total</b>		<b>3,013.52</b>	<b>3,545.99</b>	<b>2,340.20</b>
<b>TOTAL ASSETS</b>		<b>1,04,110.36</b>	<b>76,613.31</b>	<b>91,214.70</b>
<b>II EQUITY AND LIABILITIES</b>				
<b>1 Financial liabilities</b>				
a Derivative financial instruments				
b Payables	12			
(i) Trade Payable				
(a) total outstanding to MSME		-	-	-
(b) total outstanding to other creditors		115.86	32.06	58.61
(ii) Other Payable				
(a) total outstanding to MSME		93.65	103.43	101.56
(b) total outstanding to other creditors				
c Borrowings (other than debt securities)	13	1,212.16	-	-
d Other financial liabilities	14	2,254.50	-	-
<b>Sub-Total</b>		<b>3,676.17</b>	<b>135.49</b>	<b>160.17</b>
<b>2 Non Financial liabilities</b>				
a Provisions	15	2,139.23	2,744.91	1,452.22
b Deferred tax liabilities (net)	16	14,302.01	8,227.02	15,231.15
c Other non financial liabilities	17	3,011.14	1,182.64	1,860.79
<b>Sub Total</b>		<b>19,452.39</b>	<b>12,154.57</b>	<b>18,544.16</b>
<b>EQUITY</b>				
a Equity share capital	18	30,124.35	30,124.35	30,124.35
b Other equity	19	50,857.45	34,198.91	42,386.02
<b>Sub-Total</b>		<b>80,981.80</b>	<b>64,323.26</b>	<b>72,510.37</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>1,04,110.36</b>	<b>76,613.31</b>	<b>91,214.70</b>
Summary of Significant Accounting Policies	1			

The accompanying notes are integral part of the financial statements

For and on behalf of the Board

Sd/- Managing Director      Sd/- Director      Sd/- Chief Financial Officer

Sd/- Company Secretary

Annexure to our report of even date

For RANJIT KARTHIKEYAN ASSOCIATES

Chartered Accountants  
(FRN 006705 S)

Sd/-

CA. D. JAYAPRAKASH B.Com, FCA  
Partner (M.No. 533736)

UDIN : 22533736ABDAIU9143

Thiruvananthapuram  
22-01-2022

KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

CIN: U45309KL1961SGC001937

**STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31-03-2021**

Rs. in lakhs

	Particulars	Notes	For the Year ended 31-3-2021	For the Year ended 31-3-2020
<b>I</b>	<b>Revenue from Operations</b>			
i	Interest Income	20	3,003.01	2,191.79
ii	Dividend Income	21	1,121.45	1,804.37
iii	Rental Income		-	-
iv	Fee and commission Income		-	-
v	Net gain on fair value change		-	-
vi	Net gain on derecognition of financial instruments under amortised cost	27	25.41	89.95
vii	Others	22	325.64	-
	<b>Total Revenue from Operation</b>		<b>4,475.51</b>	<b>4,086.12</b>
<b>II</b>	<b>Other Income</b>	23	<b>917.78</b>	<b>1,735.05</b>
<b>III</b>	<b>Total Income ( I + II )</b>		<b>5,393.29</b>	<b>5,821.17</b>
<b>IV</b>	<b>Expenses</b>			
i	Finance Cost	24	3.72	-
ii	Fee and commission Expenses		-	-
iii	Net loss on fair value changes		-	-
iv	Net loss on derecognition of financial instruments under amortised cost	27	150.22	10.50
v	Impairment of financial instrument	28	68.66	159.84
vi	Employee Benefit Expenses	25	1,070.53	1,071.49
vii	Depreciation, amortization and impairment	26	29.73	35.95
viii	Other Expenses	29	754.11	376.38
	<b>Total Expenses (IV)</b>		<b>2,076.98</b>	<b>1,654.16</b>
<b>V</b>	<b>Profit before exceptional items and tax (III-IV)</b>		<b>3,316.31</b>	<b>4,167.00</b>
<b>VI</b>	<b>Exceptional items</b>	30	-	-
<b>VII</b>	<b>Profit before Tax (V-VI)</b>		<b>3,316.31</b>	<b>4,167.00</b>
<b>VIII</b>	<b>Tax expense:</b>			
	1) Current Tax	31	907.42	939.54
	2) Deferred Tax	16	(140.67)	(728.14)
	<b>Total Tax Expenses</b>		<b>766.75</b>	<b>211.40</b>
<b>IX</b>	<b>Profit (Loss) for the year from continuing operations (VII-VIII)</b>		<b>2,549.56</b>	<b>3,955.61</b>
<b>X</b>	<b>Other Comprehensive Income/(loss) (OCI)</b>			
	(A) (i) Items that will not be reclassified to profit and loss			
	- Remeasurement gain/(loss) on defined benefit plan		(46.82)	(8.98)
	- Net gain/(loss) on equity instruments through OCI		21,556.00	(18,288.50)
	(ii) Income tax impact thereon		(6,263.47)	6,262.31
	(B) (i) Item that will be reclassified to profit and loss			
	(ii) Income tax impact thereon			
	<b>Total other comprehensive income/(loss), net of taxes</b>		<b>15,245.71</b>	<b>(12,035.17)</b>
<b>XI</b>	<b>Total Comprehensive income/(loss) for the year (IX-X)</b>		<b>17,795.27</b>	<b>(8,079.56)</b>
<b>XII</b>	<b>Earning per equity share</b>	32		
	(1) Basic - Continuing Operations	Rs	84.63	131.31
	(2) Diluted - Continuing Operations	Rs	84.63	131.31

The accompanying notes are integral part of the financial statements

For and on behalf of the Board

Sd/- Managing Director      Sd/- Director      Sd/- Chief Financial Officer

Sd/-

Company Secretary

Annexure to our report of even date

For RANJIT KARTHIKEYAN ASSOCIATES

Chartered Accountants

(FRN 006705 S)

Sd/-

CA. D. JAYAPRAKASH B.Com, FCA

Partner (M.No. 533736)

UDIN : 22533736ABDAIU9143

Thiruvananthapuram  
22-01-2022

**CASH FLOW STATEMENTS FOR THE YEAR ENDED 31.3.2021**

Rs. in Lakhs

	31.03.2021		31.03.2020	
<b>A Cash Flow from Operating Activities</b>				
Profit Before Tax-and-extra-ordinary-items	3,316.31		4,167.00	
Add: Depreciation on Fixed Assets	29.73		35.95	
(profit)/loss on sale of fixed assets		-		-
Net loss on derecognition of financial instruments under amortised cost	150.22			
Impairment of ERP	135.54		-	
Impairment of financial instrument	68.66		159.84	
Less Net gain on derecognition of financial instruments under amortised cost	25.41		89.95	
	-			
Unwinding income charged in P & L Account				
Operating Profit before changes in Operating Assets		<b>3,675.06</b>		<b>4,272.84</b>
Adjustment for Change in Operating Assets				
(Increase )/Decrease in Loans & Advances	(26,192.73)		921.18	
(Increase )/Decrease in Receivables	(87.51)		(15.74)	
(Increase )/Decrease in Other Financial Assets	316.33		602.37	
(Increase )/Decrease in Current Tax	228.58		(46.27)	
(Increase )/Decrease in Other Non Financial Assets	294.60		(575.49)	
Increase /(Decrease ) in Liabilities & Provisions	(741.21)		353.16	
Increase /(Decrease ) in Other Financial liabilities	2,254.50			
Increase /(Decrease ) in Payables	74.03		(24.68)	
Increase /(Decrease ) in Other Non financial Liability	1,828.50		(678.15)	
Changes In operating assets and liabilities		(22,024.91)		536.38
Income Tax Paid ( Net of Refund)		898.87		606.19
<b>Net Cash From Operating Activities</b>		<b>(19,248.72)</b>		<b>4,203.03</b>
<b>B Cash Flow from Investing Activities</b>				
Purchase of (Net of sale) of Fixed Assets	16.07		(13.91)	
Addition on Capital Work in Progress- Various Projects	-		-	
(Increase) /Decrease in Share investments	804.48		(11.96)	
<b>Cash Flow from Investing Activities</b>		<b>820.55</b>		<b>(25.87)</b>
<b>C Cash Flow from Financing Activities</b>				
Increase in Equity Capital		-		-
Increase in Borrowings	1,212.16		-	
Dividend and Tax Thereon		-	(6.15)	
<b>Net Cash Flow from Financing Activities</b>		<b>1,212.16</b>		<b>6.15</b>
<b>Net Increase in Cash &amp; Cash Equivalents</b>		<b>(17,216.01)</b>		<b>4,171.01</b>
Cash & Cash Equivalent at the Beginning		<b>25,545.74</b>		<b>21,374.72</b>
Cash & Cash Equivalent at the End		<b>8,329.73</b>		<b>25,545.74</b>

For and on behalf of the Board

Sd/-  
Managing DirectorSd/-  
DirectorSd/-  
Chief Financial Officer

Sd/-

Company Secretary

Annexure to our report of even date

For RANJIT KARTHIKEYAN ASSOCIATES

Chartered Accountants

(FRN 006705 S)

Sd/-

CA. D. JAYAPRAKASH B.Com, FCA

Partner (M.No. 533736)

UDIN : 22533736ABDAIU9143

Thiruvananthapuram  
22-01-2022

## Standalone Statement of Changes in Equity for the year ended 31st March 2021

## A EQUITY SHARE CAPITAL

Particulars	No of shares	Rs. in lakhs
<b>As at April 01, 2019</b>	30,12,435	30,124.35
Changes in Equity share capital during the year		
<b>As at March 31, 2020</b>	30,12,435	30,124.35
Changes in Equity share capital during the year		
<b>As at March 31, 2021</b>	30,12,435	30,124.35

Particulars	Reserves and Surplus					Debt instruments through OCI	Equity Instruments through OCI	Other items of OCI	Rs. lakhs
	Statutory Reserves u/s 45 IC of RBI Act	Capital Reserve	Special Reserve u/s 36(i) (viii) of IT Act	Provision for bad and Doubtful debts u/s 36 1(viia) of IT Act	Retained Earnings				
<b>Balance as at 01st April 2019</b>	676.19		9,342.88	610.46	29,617.91	-	-	-	40,247.44
Changes in accounting policy/ Prior period errors					2,138.58				2,138.58
Restated balance at the beginning of the reporting period	676.19	-	9,342.88	610.46	31,756.49	-	-	-	42,386.02
Total Comprehensive Income for the year					(8,079.56)			-	8,079.56
Addition during the year									-
Dividends					6.15				6.15
Transfer to/from retained earnings	791.12		220.07	153.64	(1,164.83)				-
Any other changes( Bad debt write off)				101.40					101.40
<b>Balance as at 31st March 2020</b>	1,467.31	-	9,562.95	662.70	22,505.95	-	-	-	34,198.91
<b>Balance as at 01st April 2020</b>	1,467.31		9,562.95	662.69	22,505.95	-	-	-	34,198.91
Changes in accounting policy/ Prior period errors									-
Restated balance at the beginning of the reporting period	1,467.31	-	9,562.95	662.69	22,505.95	-	-	-	34,198.91
Total Comprehensive Income for the year					17,795.27				17,795.27
Addition during the year									-
Dividends					-				-
Transfer to/from retained earnings	509.91		428.02	148.39	(1,086.31)				-
Any other changes( Bad debt write off)			325.64	811.08					1,136.72
<b>Balance as at 31st March 2021</b>	1,977.22	-	9,665.33	-	39,214.90	-	-	-	50,857.45

In compliance of MCA notifications applicable for NBFCs, KSIDC has adopted the IND AS for preparation of Financial Statements first time in 2018-19 with recasted Balance Sheet for 2017-18. Before introducing IND AS, the diminution in value of investments was recognized based on erosion in the net worth of investee companies and accordingly necessary provisions were created. In the first time adoption of IND AS, as per the IND AS 109, comparison of investment cost and fair value of investment is determined and the difference in value is accounted through Other Comprehensive Income (OCI) with corresponding changes in the value of Investments under Investments and Other equity. As per the CAG comments, while the first time adoption of IND AS on 01.04.2017, the provision already created should have been reversed and added back to "Other Equity". Hence the Corporation has made necessary changes by reversing the provisions created before 01.4.2017 in the Balance Sheet of 2020-21 by restating the opening balances as on 01.04.2019 in compliance of IND AS 8, reporting of changes in prior period items

An amount of Rs 325.64 lakhs was drawn from Special Reserve u/s 36(i)(viii) of IT Act to offset the short fall in bad debts written off on account of OTS approved by the Board of Kapico Kerala Resorts, Sahyadri Ferro Steels India P Ltd, Cyber Prism Ltd and Hotel Tek Trades Pvt Ltd to the extend of Rs 1136.72 lakhs as the provision for Bad and doubtful debts u/s 36 1(viia) is having a balance of Rs 811.08 lakhs only

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## NOTES FORMING INTEGRAL PART OF STANDALONE FINANCIAL STATEMENTS

### 1 Corporate Information

Kerala State Industrial Development Corporation Limited is a company incorporated in India under the provisions of the Companies' Act, 1956. Formed in 1961 with the objective of promoting, stimulating, financing and facilitating the development of large and medium scale industries in Kerala, KSIDC acts as a promotional agency involved in catalysing the development of physical and social infrastructure required for constant growth of industry in the State. KSIDC also acts as a nodal agency for implementation of various projects of Government of Kerala. It is a Public Financial Institution within the meaning of Sec 2 clause 72 of the Companies Act, 2013. KSIDC is also registered as a Non -Banking Financial Company (non deposit taking) under Sec 45- IA of the RBI Act, 1934 with Registration no.16.00028. The company's registered office is at Keston Road, Kowdiar, Thiruvananthapuram and the regional office is located at Choice Towers, Manorama Junction, Kochi

### 1.1 SIGNIFICANT ACCOUNTING POLICIES

#### a Statement of Compliance

The financial statements are prepared in accordance with Indian Accounting Standard (referred as "Ind AS") as notified under Section 133 of the Companies Act 2013 read with Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time).

The accounting policies are applied consistently to all the periods presented in the financial statements

**b Basis of Preparation and presentation of financial statements**

Preparation and presentation of financial statements has been done as per the format prescribed under Division III of schedule III of Companies Act, 2013, for Non - Banking Financial Companies (NBFC) that required to comply with Ind AS . However, previous year figures are regrouped and recasted, wherever necessary. These financial statements have been prepared on historical cost basis, except for certain financial instruments which are measured at fair value or amortised cost at the end of each reporting period, as explained in the accounting policies below. All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs in compliance with Schedule III of the Act, unless otherwise stated.

**c Use of estimates**

The preparation of financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities and the disclosure of contingent assets and liabilities, at the date of this financial statement and the reported amounts of revenues and expenses for the year presented. Actual results may differ from these estimates. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

**d Property, plant and equipment**

On adoption to Ind As, the Corporation had applied for the one time transition exemption of considering the carrying cost on the transition date i.e. April 1, 2017 as the deemed cost as permitted by Ind AS 101 'First time adoption of Indian Accounting Standards'. Property, plant and equipment are stated at cost of acquisition less accumulated depreciation less accumulated impairment, if any. The total cost of assets comprises its purchase price, freight, duties, taxes and any other incidental expenses directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management. Subsequent expenditure related to an item of tangible asset are added to its gross value only if it increases the future benefits of the existing asset and cost can be measured reliably. Other repairs and maintenance costs are expensed off as and when incurred

**Depreciation methods, estimated useful lives and residual value**

Depreciation on fixed assets is charged at the rates prescribed under Schedule II of the Companies Act 2013. Prorata depreciation has been charged in respect of assets acquired/ disposed off during the year.

Depreciation on property, plant and equipment is calculated using written down value method (WDV) to write down the cost of property and equipment to their residual values over their estimated useful lives.

Useful life considered for calculation of depreciation for various assets class are as follows-

Asset Class	Useful Life
Buildings	60 Years
Electrical Fittings	10 Years
Furniture & Fittings	10 Years
Water Tank& Pump Set	10 Years
Office Equipments	5 Years
Computer	3 Years
Solar Based power Systems	15 Years
Intangibles	3 Years
Motor Car & Cycles	8 Years

Fully depreciated assets still in use are retained in financial Statements at residual value. The useful lives are reviewed at least at each year end. Change in expected useful lives are treated as change in accounting estimates. Depreciation is not recorded on capital work in progress until construction and installation are complete and the asset is ready for its intended use.

**e Other intangible assets**

Intangible assets acquired separately are measured on initial recognition at cost. The cost of an intangible asset comprises its purchase price and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates. Intangible assets purchased are measured at cost less accumulated amortisation and accumulated impairment if any. Amortisation is provided on a straight line basis over estimated useful lives of the intangible assets.

**f Impairment, if any, in the value of fixed assets will be provided for in the year in which it is reckoned.**

**g Financial instruments**

**(i) Classification, initial recognition and measurement**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Initially, a financial instrument is recognised at its fair value. Transaction cost directly attributable to the acquisition or issue of financial instruments are recognised in determining the carrying amount, if it is not classified as at fair value through profit or loss. Subsequently, financial instruments are measured according to the category in which they are classified. Financial instruments are recognised on the balance sheet when the Company becomes a party to the contractual provisions of the instrument. Financial assets other than equity instruments are classified into categories: financial assets at fair value through profit or loss and at amortised cost. Financial assets that are equity instruments are classified as fair value through profit or loss or fair value through other comprehensive income. Financial liabilities are classified into financial liabilities at fair value through profit or loss and other financial liabilities.

**Financial assets at amortised cost:** Financial assets having contractual terms that give rise on specified date to cash flows that are solely payments of principal and interest on the principal



outstanding and that are held within a business model whose objective is to hold such assets in order to collect such contractual cash flows are classified in this category. Subsequently, these are measured at amortised cost using the effective interest method less any impairment losses

**Fair value through other comprehensive income:** Financial assets having contractual terms that give rise on specified date to cash flows that are solely payments of principal and interest on the principal outstanding and that are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets are classified in this category. These include financial assets that are equity instruments and are designated as such upon initial recognition irrevocably. Subsequently, these are measured at fair value and changes therein are recognised directly in other comprehensive income. Dividends from these equity investments are recognised in the statement of Profit or Loss when the right to receive payment has been established.

**Financial assets at fair value through profit and loss:** Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in profit and loss

**Financial liabilities at fair value through profit or loss:** These are measured at fair value with changes in fair value recognised in the statement of Profit or Loss

**Other financial liabilities:** These are measured at carrying cost

**ii) Determination of fair value**

- a) For Quoted Shares : Closing share price as disclosed in the depository statement is considered
- b) Valuation of Unquoted shares recorded on the weighted average (2:1:1) of values arrived at the following three methods: (i) Net worth based on percentage of share holding (ii) Profit (rate equivalent to lowest Interest band) capitalisation method and (iii) Three years average future profits method (Trend analysis)

**iii) Derecognition of financial assets and financial liabilities:**

The company derecognises a financial asset only when the contractual rights to the cash flows from the asset expires or it transfers the financial assets and substantially all the risks and rewards of ownership of the asset to another entity. If the company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the company recognises its retained interest in the asset as an associated liability for amounts it may have to pay. If the company retains substantially all the risks and rewards of ownership of a transferred financial asset, the company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received. Financial liabilities are derecognised when these are extinguished, that is when the obligation is discharged, cancelled or has expired

**iv) Impairment of financial assets**

The company recognises a loss allowance for expected credit losses on a financial asset that is at amortised cost. Loss allowance in respect of financial assets is measured at an amount equal to life time expected credit losses and is calculated as the difference between their carrying amount and the present value of the expected future cash flows discounted at the original effective interest rate

The Company applies expected credit loss (ECL) model in accordance with Ind AS 109 for recognising impairment loss on financial assets. The ECL allowance is based on the credit losses expected to arise over the life of the asset (the lifetime expected credit loss), unless there has been no significant increase in credit risk since origination, in which case, the allowance is based on the 12 months' expected credit loss. Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is the portion of Lifetime ECL that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date. Both Lifetime ECLs and 12-month ECLs are calculated on either an individual basis or a collective basis, depending on the nature of the underlying portfolio of financial instruments. The Company has grouped its loan portfolio into Term Loan, Working capital loan, Corporate Loan and short term loan. The Company has established a policy to perform an assessment, at the end of each reporting period, of whether a financial instrument's credit risk has increased significantly since initial recognition, by considering the change in the risk of default occurring over the remaining life of the financial instrument. The Company does the assessment of significant increase in credit risk at a borrower level. If a borrower has various facilities having different past due status, then the highest days past due (DPD) is considered to be applicable for all the facilities of that borrower. Based on the above, the Company categorises its loans into Stage 1, Stage 2 and Stage 3 as described below:

**Stage 1**

All exposures where there has not been a significant increase in credit risk since initial recognition or that has low credit risk at the reporting date and that are not credit impaired upon origination are classified under this stage. The company classifies all standard advances and advances up to 30 days default under this category. Stage 1 loans also include facilities where the credit risk has improved and the loan has been reclassified from Stage 2.

**Stage 2**

All exposures where there has been a significant increase in credit risk since initial recognition but are not credit impaired are classified under this stage. 30 Days Past Due is considered as significant increase in credit risk.

**Stage 3**

All exposures assessed as credit impaired when one or more events that have a detrimental impact on the estimated future cash flows of that asset have occurred are classified in this stage. For exposures that have become credit impaired, a lifetime ECL is recognised and interest revenue is calculated by applying the effective interest rate to the amortised cost (net of provision) rather than the gross carrying amount. 90 Days Past Due is considered as default for classifying a financial instrument as credit impaired. If an event (for eg. any natural calamity) warrants a provision higher than as mandated under ECL methodology, the Company may classify the financial asset in Stage 3 accordingly. At each reporting date, the company assesses whether financial assets carried at amortised cost and debt financial assets carried at FVOCI are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

ECL is a product of exposure at default (EAD), probability of default (PD) and loss given by default (LAD), as outlined below: Probability of Default (PD) - The Probability of Default is an

estimate of the likelihood of default over a given time horizon. A default may only happen at a certain time over the assessed period, if the facility has not been previously derecognised and is still in the portfolio. Exposure at Default (EAD) - The Exposure at Default is an estimate of the exposure at a future default date. Loss Given Default (LGD) - The Loss Given Default is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows due and those that the Company would expect to receive, including from the realisation of any collateral. It is usually expressed as a percentage of the EAD.

**v) Off setting of financial instruments** Financial assets and financial liabilities are off set and the net amount is reported in financial statements if there is a currently enforceable legal right to off set the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously

**Accounting treatment for various Mega Projects:**

The 301st Board of KSIDC held on 27.10.2016 decided to form Special Purpose Vehicles, separately for implementing and managing the various Mega projects being implemented by the Corporation. Accordingly the Corporation had obtained expert opinion from reputed practicing Chartered Accountants and as advised, the expenditure incurred on implementation of such projects had been setoff against the budget allocations received from Government towards such projects and only the net balances recorded. As per the decision of the 300th Board meeting all expenditure incurred towards setting up and maintaining business incubators are allocated against the income generated there from and the excess expenditure over income generated claimed from the Government.

**h Investments in Joint Ventures and Associates**

Investments in Joint Ventures and Associates are measured at cost in accordance with Ind AS 27- Separate Financial Statements.

**i Government Grants**

State plan fund received from Government for any specific purpose under various projects will be net off against the expenditure incurred for the purpose, capital or revenue as the case may be. Any amount of such state plan fund pending utilization is being shown under the head various project under liabilities. State plan funds received for primary business of the Corporation i.e. granting loans and advances is accounted under other liabilities as deferred income as per IND AS 20. The amount will be recognized through Profit and loss account as and when recovery is made from the loans and advances granted to loanes. During this period Company has received Rs 22.54 Crs through state plan funds for extending top up loans under Vyavasaya Bhadratha package

**j Foreign currency transactions:**

The financial statements are presented in Indian Rupees ("INR"), which is the functional currency and presentation currency of the Company. Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

**k Cash and cash equivalents** Cash and cash equivalents comprise the net amount of short-term, highly liquid investments that are readily convertible to known amounts of cash (short-term deposits

with an original maturity of three months or less) cheques on hand and balances with banks. They are held for the purposes of meeting short-term cash commitments.

**l Provisions**

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows and the risk specific to the liability.

**m Contingent Liability:**

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision is made.

**n** Sitting fees payable to Directors are treated on cash basis.

**o Earnings per share** The Company reports basic and diluted earnings per share in accordance with Ind AS 33 on Earnings per share. Basic EPS is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders after giving impact of dilutive potential equity shares for the year by the weighted average number of shares and dilutive potential equity shares outstanding during the year.

**p Revenue Recognition:**

Revenue (other than for those items to which Ind AS 109 Financial Instruments is applicable) is measured at fair value of the consideration received or receivable. Amounts disclosed as revenue are net of goods and services tax ('GST') and amounts collected on behalf of third parties. Ind AS 115 Revenue from Contracts with Customers outlines a single comprehensive model of accounting for revenue arising from contracts with customers and supersedes previous revenue recognition guidance found within Ind AS.

Ind AS 115 sets out a five - step model as outlined below :-

Step 1: Identify contract(s) with a customer: A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.

Step 2: Identify performance obligations in the contract: A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

Step 3: Determine the transaction price: The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Step 4: Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, the Company allocates the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.

Step 5: Recognise revenue when (or as) the Company satisfies a performance obligation.

**Specific policies for the Company's different source of revenue are as below**

The Corporation recognises interest income using Effective Interest Rate (EIR) on all financial assets subsequently measured at amortised cost. The calculation of the effective interest rate includes transaction costs and fees that are an integral part of the contract. Transaction costs include incremental costs that are directly attributable to the acquisition of financial asset. The Corporation recognises interest income by applying the EIR to the gross carrying amount of financial assets other than credit-impaired assets. In case of credit-impaired financial assets, the Company recognises interest income on the amortised cost net of impairment loss of financial assets at EIR. If financial asset is no longer credit-impaired, the Corporation reverts to calculating interest income on a gross basis."

Dividend on equity investments are recognised in the statement of Profit or loss when the right to receive payment has been established. Dividend from other investment is recognised on cash basis

**q Employee Benefit :**

**(i) Defined benefit plan**

**Gratuity :** The Company provides for gratuity under a defined benefit plan covering eligible employees. The gratuity plan provides a lump-sum payment to eligible employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employees' salary and the tenure of employment with the company. Liabilities of gratuity and leave encashment benefits have been determined based on actuarial valuation, as per the IND AS 19. Since it is fully funded, no long term provision is required.

**(ii) Defined Contribution plan: Provident Fund and Pension Fund:**

Provident Fund deducted from employees' salaries and a portion of the 12% employer's matching contribution are transferred every month to KSIDC Employees Provident Fund Trust which is an exempted establishment formed under Sec 17(1)(a) of the Employees Provident Fund and Miscellaneous Provisions Act, 1952. The said trust manages the funds within the provisions of the EPF Act and rules. All employees who joined after 15.11.1995 are covered under the Employees Pension Scheme 1995 and others under the (earlier) Employees Pension Scheme 1971. The employees who had joined earlier to 15.11.1995 but are not covered under the Employees Pension Scheme 1995 had approached the court for permitting them to exercise the option for pension. The court is yet to pronounce judgment on the issue. In accordance with the recent amendments in the EPF pension rules, employees who joined after 01.09.2014 and drawing a salary of more than Rs 15000/- month are not covered under the pension scheme.

Eligible employees receive benefits from provident fund, which is a defined benefit plan. Out of the 12% matching contribution made by the employer towards EPF, 8.33% (of basic salary plus DA) subject to limits/rules as prescribed from time to time, is transferred to this Provident Fund and the balance to the Government administered pension fund. The rate at which the annual interest is payable to the beneficiaries by the trust is being administered by the Government. The Company has an obligation to make good the shortfall, if any, between the return from the investments of the trust and the notified interest rate.

**(iii) Other Employment benefits**

Company's liabilities towards compensated absences to employees are accrued on the basis of valuations, as at the Balance Sheet date.

Projected Unit Credit Actuarial Method was applied to assess the Plan liabilities owing to all forms of admissible exit and accumulation of the benefits. The estimated liabilities have been funded through SBI Life and ICICI Prudential Life in the case of leave salary and through SBI Life for Gratuity respectively. The short fall in funding, if any, is included under current liabilities.

**(iii) Remeasurement gains and losses**

Remeasurement comprising actuarial gains and losses, the effect of the asset ceiling and the return on assets related to retirement benefit plans, are recognised directly in other comprehensive income in the period in which they arise. Remeasurement recorded in other comprehensive income is not reclassified to statement of profit and loss. Actuarial gains and losses relating to long term employee benefits are recognised in the statement of Profit and loss in the period in which they arise

**(iv) Measurement date**

The measurement date of retirement plans is 31st March..

**Collateral Valuation**

To mitigate its credit risks on financial assets, the Company seeks to use collateral, where possible. The collateral comes in various forms, such as movable and immovable assets, guarantees, etc. To the extent possible, the Company uses active market data and external valuers for valuing financial assets held as collateral. In its normal course of business whenever default occurs, the Company may take possession of properties or other assets in its retail portfolio.

Receipts on loan account relating to (i) approval of One Time Settlement cases by the Board (ii) after the initiation of RR proceedings and (iii) from sale proceeds of companies taken over u/s 29 of the SFC's Act, are accounted first as principal receipts and the excess, if any, over principal as interest receipts. If the realization is not sufficient to cover the principal, the shortfall is treated as bad, even though coercive action against the loan guarantors is in force.

**r Goods and services tax paid on acquisition of assets or on incurring expenses**

Expenses and assets are recognised net of the goods and services tax except

- i. When the tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case, the tax paid is recognised as part of the cost of acquisition of the asset or as part of the expense item, as applicable.
- ii. When receivables and payables are stated with the amount of tax included. The net amount of tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the balance sheet.

**s Income Taxes**

Income tax expense comprises current and deferred taxes. Current income taxes are determined based on taxable income and applicable tax rules. Deferred tax assets and liabilities are recognised for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases. Deferred tax assets are measured based on the tax rates that are expected to apply in the period when the asset is realised or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date



**t Segment Reporting**

Operating segment is a component of an entity whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and for which discrete financial information is available. The Company's chief operating decision maker is the managing director. The company is engaged mainly in the NBFC business. Besides lending business company is also having investments in various companies. Thus, in the context of Ind AS 108-operating segments reporting have identified two reportable segment - Lending and Investments

Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment. Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on a reasonable basis have been included under "unallocated revenue /expenses / assets /liabilities", if any.

**u Leases**

On 30th March 2019, the Ministry of Corporate Affairs (MCA) has notified Ind AS 116 Leases, under Companies (Indian Accounting Standards) Amendment Rules, 2019 which is applicable with effect from 1st April, 2019. Ind AS 116 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract i.e., the lessee and the lessor. The standard requires lessees to account for all leases under a single on-balance sheet model similar to the accounting for finance leases under Ind AS 17. The standard includes two recognition exemptions for lessees – leases of 'low-value' assets (e.g., personal computers) and short-term leases (i.e., leases with a lease term of 12 months or less). At the commencement date of a lease, a lessee will recognise a liability to make lease payments (i.e., the lease liability) and an asset representing the right to use the underlying asset during the lease term (i.e., the right-of-use asset). Lessees will be required to separately recognise the interest expense on the lease liability and the depreciation expense on the right-of-use asset. As the Company does not have any material leases, the adoption of this standard is not likely to have a material impact in its Financial Statements.

**v Impact of COVID-19**

Following the global outbreak of Corona virus (COVID-19) pandemic, lock-down restrictions were imposed by the Government during the last week of the financial year ended March 31, 2020. However, as per the assessment of the management, there has been no significant impact on the operations and financial position of the Company for the year. In accordance with the regulatory package announced by RBI, the Company has offered an optional moratorium on payment of loan instalments falling due between March 1, 2020 and August 31, 2020. Additionally the Corporation had also implemented the Government of Kerala backed Vyavasaya Bhadratha scheme wherein top up loans were provided to the existing clients @ 8% p.a. KSIDC had also considered one time restructuring framework issued by RBI In the opinion of the management of the company, the impairment loss as stated in Note 5 is adequate to cover any future uncertainties on account of the above.

KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

**Note 2 : Cash and cash equivalents**

Rs. in Lakhs

Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Cash on hand	0.05	0.10	0.23
Balances with Banks			
in current accounts	675.67	584.85	2004.46
in fixed deposits (maturing within a period of three months)	5,133.50	16674.13	7814.53
Cheques on hand			
Postage & Revenue stamp			
<b>Total</b>	<b>5,809.22</b>	<b>17,259.08</b>	<b>9,819.22</b>

**Note 3: Bank balance other than cash and cash equivalents**

Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Fixed deposits with banks under lien (Refer note 3.1)			
- maturing within a period of three months	194.00	-	-
- maturing after period of three months	1,319.59	12.91	-
Fixed deposits with bank (maturing after period of three months)	1,006.93	8,273.75	11,555.51
<b>Total</b>	<b>2,520.52</b>	<b>8,286.66</b>	<b>11,555.51</b>

**Note 3.1 Fixed deposits with banks under lien**

Fixed Deposits with bank include fixed deposits given as DSRA for borrowings Rs. 1500 lakhs (PY : NIL) and Rs. 13.59 lakhs (PY: Rs. 12.91 lakhs) as lien against FD under Court direction.

**Note 4 : Receivables**

Particulars	As at 31.3.2021	As at 31.3.2020	As at 01.04.2019
<b>I Trade Receivables</b>			
a) Receivables considered good - Secured	213.16	153.28	144.57
b) Receivables considered good - Unsecured			
c) Receivables which have significant increase in credit risk	118.09	88.97	72.98
d) Receivables - credit impaired	8.21	10.50	8.90
Less : Allowance for impairment loss	8.21	10.50	
Sub Total (A)	<b>331.25</b>	<b>242.26</b>	<b>226.45</b>
<b>II Other receivables</b>			
Debts due by Directors and other officers	-	1.49	1.48
Advance to Staff	-	-	0.08
Sub Total (B)	-	1.49	1.56
<b>Total (A +B)</b>	<b>331.25</b>	<b>243.75</b>	<b>228.01</b>

Current account dues of the companies are considered in the receivables. Book value is considered as the fair value. Current account dues against the loan classified as loss is grouped in receivables that comes under credit impaired and for which impairment is provided. Secured considered good includes KCCL having the balance of Rs 157.08 lakhs. (PY Rs. 145.99 lakhs) Government has issued directions to Coir Gramam to take over KCCL assets and liabilities and release payment to KSIDC. In response to our letter dated 21-06-2021 has informed that they have requested the Government to allot funds to settle the dues to KSIDC and takeover at the land.

**KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.**

**Note : 5. Loans and Advances**

	(Current year)						(Previous year)						(As on 01.04.2019)						Rs. in Lakhs			
	Amortised Cost	At Fair Value			Sub Total	Total	Amortised cost	At Fair values			Sub Total	Total	Amortised Cost	At Fair Value			Sub Total					
		Through Other Comprehensive Income	Through profit or loss	Designated at fair value through profit or loss				Through other Comprehensive Income	Through profit or loss	Designated at fair value through profit or loss												
														1	2	3		4		5=2+3+4	6=1+5	7
(A) Loans																						
Bills Purchased and Bills Discounted																						
Loans repayable on Demand																						
Team Loans	62,696.42						62,696.42	37,539.01														
Leasing																						
Factoring																						
Others	(169.43)						(169.43)	228.31														
Total	62,527.00						62,527.00	37,767.32														
Less:Impairment loss allowance	17,540.44						17,540.44	17,563.34														
Total Net (A)	44,986.56	-	-	-	-		44,986.56	20,203.98	-	-	-											
(B)																						
Secured by tangible and intangible assets	62,527.00						62,527.00	37,767.32														
Covered by Bank/ Government Guarantee																						
Unsecured																						
Total	62,527.00						62,527.00	37,767.32														
Less:Impairment loss allowance	17,540.44						17,540.44	17,563.34														
Total Net (B)	44,986.56						44,986.56	20,203.98														
© Loans in India																						
Public Sector	5,759.97						5,759.97	1,864.41														
Others	56,767.03						56,767.03	35,902.91														
Total	62,527.00						62,527.00	37,767.32														
Less: Impairment loss allowance	17,540.44						17,540.44	17,563.34														
Total Net ©	44,986.56						44,986.56	20,203.98														

a) Details of Others included in Loan	As on 31.3.2021	As on 31.3.2020
Unamortised Processing Charges	(220.31)	(107.29)
Interest receivable in Standard and substandard accounted as per IND AS	50.88	335.60
<b>Total</b>	<b>(169.43)</b>	<b>228.31</b>
b) Loans and advances includes Rs 22.54 Crs as Top up loan given to Loanees under Vyavasaya Bhadratha Package granted by Government of Kerala through Plan funds		
c) Impairment loss allowance of Rs. 175 crores include provision on account of loans granted to Kerala State Textile Corporation (Rs.12.50cr) and Vysali Pharmaceuticals Ltd (Rs.9.77 crs). Consequent to the qualification of loan accounts in the Independent Auditors Report for the year 2019-20, the management has taken critical measures to recover the dues from the above-mentioned two companies.		
In the case of Kerala State Textile Corporation Ltd, during the current year, on request of the management, the Principal Secretary (Industries) held a meeting and Directorate of Handloom & Textiles was directed to submit a report with regard to the repayment of KSIDC's loan dues from the proposed plan fund allocation by Govt to the Textiles Mills under Kerala State Textile Corporation. The matter is being constantly monitored and reminder letters have been forwarded to the officials concerned to ensure recovery of loans granted under Govt directions.		
In the case of Vysali Pharmaceuticals Ltd, a proposal for OTS was placed before the 324th Board of KSIDC held on 18.10.2021. The Board had approved the OTS amount of Rs. 1478.90 lakhs under COVID-19 Pandemic OTS Amnesty Scheme. Since the company did not remit the OTS amount within 31.12.2021 steps have been initiated for filing before NCLT.		

## ECL Matrix as on 01.04.2019

Particulars	Stage I			Stage II			Stage III			
	A	B	C	D	E	F	G	H	I	
	No Due	1-30 days past due	31-60 days past due	61-90 days past due	91-456 days past due	More than 457-822days	More than 823 days to 1188 days	More than 1188 days x	Loss asset	
	2.75%	2.75%	2.75%	2.75%	10%	100%	100%	100%	100%	Total
Principal	17,119.72	1,525.24			3,452.97	2,382.87	2,174.95	11,909.15	314.39	38,879.28
Interest Arrear		23.92			132.44					156.36
Total Amount for which ECL to be provided	17,119.72	1,549.17	-	-	3,585.41	2,382.87	2,174.95	11,909.15	314.39	39,035.64
ECL	470.79	42.60	-	-	358.54	2,382.87	2,174.95	11,909.15	314.39	17,653.29

## Financial year 2019-20

Particulars	Stage I			Stage II			Stage III			
	A	B	Spl mention account	C	D	E	F	G	H	I
	No Dues	1-30 days past due		31-60 days past due	61-90 days past due	91-456 days past due	More than 457-822days	More than 823 days to 1188 days	More than 1188 days	Loss asset
	2.75%	2.75%	7.75%	2.75%	2.75%	10%	100%	100%	100%	Grand total
Principal outstanding	9,522.69	4,879.23	3,607.72	-	-	2,959.86	3,811.42	890.87	11,552.84	37,539.01
Interest Arrear	-	107.09	46.47	-	-	158.58	-	-	-	312.15
Total Amount for which ECL to be provided	9,522.69	4,986.32	3,654.19	-	-	3,118.44	3,811.42	890.87	11,552.84	37,851.16
ECL	261.87	137.12	283.20	-	-	311.84	3,811.42	890.87	11,552.84	17,563.56

## Financial year 2020-21

Particulars	Stage I			Stage II			Stage III			
	A	B	Spl mention account	C	D	E	F	G	H	I
	No Dues	1-30 days past due		31-60 days past due	61-90 days past due	91-456 days past due	More than 457-822days	More than 823 days to 1188 days	More than 1188 days	Loss asset
	2.75%	2.75%	7.75%	2.75%	2.75%	10%	100%	100%	100%	Grand total
Principal outstanding	35,136.43	2,160.62	3,757.66	905.73	-	5,045.75	3,467.46	1,426.10	10,538.40	62,696.42
Interest Arrear	0.00	12.92	-	9.65	-	32.15				54.72
Total Amount for which ECL to be provided	35,136.43	2,173.54	3,757.66	915.38	-	5,077.90	3,467.46	1,426.10	10,538.40	62,751.14
ECL	966.25	59.77	291.22	25.17	-	507.79	3,467.46	1,426.10	10,538.40	17,540.44

**Note 6.1. Investments**

(Rs. in lakhs)

	(Current year)										(Previous year)						As on 1-4-2019 Restated																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
	At Fair Value					Sub total	Others	Total	At Fair value			Subtotal	Amor- tised Cost	At the Fair Value			Subtotal	Others	Total																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																
	Through Other Compre- hensive Income	Through Profit or Loss	Designated at fair Value through fit or loss	2	3				4	5=2+3+4	6			7=1+5+6	8	9				10	11	12=9+ 10+11	13	14=8+ 12+13	15	16	17	18	19=16+ 17+17	20	21=15+19 +20																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																				
	Amor- tised Cost	Through Other Compre- hensive Income	Through Profit or Loss	Designated at fair Value through fit or loss	Sub total	Others	Total	Amor- tised Cost	Through Other Compre- hensive Income	Through Profit or Loss	Designated at fair Value through profit or loss	Subtotal	Others	Total	Amor- tised Cost	Through Other Compre- hensive Income	Through Profit or Loss	Designated at fair Value through profit or loss	Subtotal	Others	Total																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																														
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Filatel Vechukunnel Pvt Ltd has made an advance remittance of Rs 57 lakhs towards redemption of cumulative preference shares subscribed by KSIDC. However, they have not remitted the accumulated dividend on preference shares as per the terms of buyback agreement. Though KSIDC had demanded remittance of accumulated dividend to conclude the redemption, the company had requested for waiver of accumulated dividend. The request of the Company for waiver of accumulated dividend was later considered by 320th Board of KSIDC held on 28.01.2021. The Board has rejected the request of the company and accordingly KSIDC has directed the Company to remit the accumulated dividend to redeem/ transfer the preference shares. Since KSIDC continues to hold the investment, KSIDC is not in a position to set off the advance amount received from Filatel Vechukunnel Pvt Ltd against the investments held as preference shares. The amount remitted by the company is treated as current account with Companies under Payables. KSIDC has advised the Company/promoter to remit the accumulated Dividend and redeem the Preference shares as per the terms of Buyback agreement.

Investment of Rs 0.50 Lakhs (P.Y 0.50 lakhs) being 10% share in Thiruvananthapuram International Airport Limited is not considered in valuation of investments as Government of Kerala paid the amount on behalf of KSIDC

## KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

Name of the Company	Face Value	No. of Shares	At Cost 31.03.2021	At Cost 31.03.2020	At Cost 01.04.2019	Fair value as on 31.3.2021	Fair value as on 31.3.2020	Fair value as on 01.04.2019
<b>Quoted Equity Investments</b>								
Apollo Tyres Ltd.	1.00	50,00,000.00	1,371.25	1,371.25	1,371.25	11,185.00	3,970.00	11,137.50
Accel Limited	10.00	5,824.00	0.78	0.78	0.78	0.92	0.31	0.53
BPCL (Including Bonus shares of 296293)	10.00	17,77,758.00	33.34	33.34	33.34	7,607.92	5,633.72	7,067.48
Cochin Minerals & Rutiles Ltd.		10,50,000.00	105.00	105.00	105.00	1,201.73	1,020.60	1,960.35
Eastern Treads Ltd.	10.00	6,15,000.00	61.50	61.50	61.50	338.25	103.94	264.45
Forbes & Company	10.00	30,363.00	14.80	14.80	14.80	523.63	233.52	667.15
Gokak Textiles Limited	10.00	15,181.00	9.49	9.49	9.49	3.99	1.97	2.44
Geojit BNP Paribas (including 1500000 bonus shares)	1.00	2,00,00,000.00	50.00	50.00	50.00	10,050.00	3,640.00	8,300.00
Indsil Hydropower Ltd.	10.00	10,54,166.00	63.25	63.25	63.25	121.12	88.13	653.58
IDBI Bank Ltd (incl 53520 bonus shares)	10.00	1,42,720.00	115.96	115.96	115.96	55.02	27.54	66.58
Patspin India Ltd.	10.00	24,90,000.00	249.00	249.00	249.00	118.28	59.76	257.72
Phillips Carbon Black Ltd	10.00	23,39,500.00	140.37	140.37	140.37	4,463.77	1,466.87	4,128.05
PTL Enterprises	2.00	15,00,000.00	30.00	30.00	30.00	581.25	415.50	603.75
Artemis Medicare Service Limited *	2.00	3,00,000.00	-	-	-	661.35	414.00	903.00
Rubfila International Ltd	5.00	27,36,000.00	342.00	342.00	342.00	1,626.55	640.22	1,131.34
Victory Paper & Boards Ltd	10.00	2,00,000.00	20.00	20.00	20.00	217.80	133.20	61.00
<b>Total - A</b>			<b>2,606.74</b>	<b>2,606.74</b>	<b>2,606.74</b>	<b>38,756.58</b>	<b>17,849.28</b>	<b>37,204.92</b>
<b>Unquoted Investments (Equity shares)</b>								
Balance sheet available as on 31.3.2019								
BPL Telecom Ltd. (including 138600 Bonus Shares)	10.00	1,98,000.00	5.94	5.94	5.94	-	-	-
Cheraman Financial Services	10.00	31,00,000.00	367.00	367.00	367.00	162.65	64.95	178.65
Cochin International Airport	10.00	50,00,000.00	900.00	900.00	900.00	2,739.67	2,386.78	2,002.31
Covema Filaments Ltd	10.00	12,16,800.00	121.68	121.68	121.68	-	-	-
Elasto Tapes Ltd	10.00	68,500.00	6.85	6.85	6.85	-	-	-
Excel Glasses	1.00	3,07,400.00	14.66	14.66	14.66	-	-	-
Green Land Paper Mills Ltd	10.00	2,47,500.00	24.75	24.75	24.75	41.48	73.17	56.97
Geojit Credits Ltd	2.00	1,10,00,000.00	220.00	220.00	220.00	-	4.22	-
14 PRINTRONICS TECHPARK PRIVATE LIMITED	10.00	5,000.00	0.50	0.50	0.50	-	-	-
InKel Limited	10,000.00	6,000.00	600.00	600.00	600.00	242.80	272.35	529.05
Invest India	100.00	500.00	0.50	0.50	0.50	-	0.30	0.30
Kannur International Airport Ltd	100.00	10,00,000.00	1,000.00	1,000.00	1,000.00	285.14	460.98	460.98
Kerala Cashew Development Board	1,000.00	30,000.00	300.00	300.00	300.00	-	-	-
Kerala Enviro Infrastructure	10.00	9,99,000.00	99.90	99.90	99.90	270.24	289.44	155.71
Kerala Industrial and Technical Consultancy Organisation (Bonus Share 1:49- 3871 Nos Bonus Shares)	1,000.00	3,950.00	0.79	0.79	0.79	-	124.46	6.20
Kerala Infrastructure Fund Management Ltd	10.00	1,17,703.00	11.77			78.81		
Meenachil Rubberwood Ltd	10.00	3,90,000.00	39.00	39.00	39.00	-	-	-
SAIL- SCL Kerala Ltd	10.00	3,03,801.00	71.52	71.52	71.52	-	-	-
State Farming Corpn. Of Kerala	1,000.00	6,100.00	61.00	61.00	61.00	126.75	126.75	118.41
Symphony TV	1,000.00	2,500.00	25.00	25.00	25.00	17.83	17.83	12.12
Thanikudam Bhagavathy Mills Ltd	10.00	1,65,000.00	16.50	16.50	16.50	1.24	-	-
Traco Cable Co. Ltd	10.00	1,00,000.00	10.00	10.00	10.00	-	-	-
TECIL Chemicals & Hydro Power Ltd (Including 91460 bonus shares)	10.00	2,96,320.00	20.49	20.49	20.49	-	-	-
Travancore Cochin Chemicals	10.00	35,18,180.00	325.91	325.91	325.91	2,275.63	1,760.54	993.94
Travancore Oxygen Ltd.	100.00	2,500.00	2.50	2.50	2.50	-	-	-
United Electrical Industries Ltd.	10.00	93,600.00	9.36	9.36	9.36	-	-	-
ULCCS IT Infrastructure (P) Ltd.	100.00	65,530.00	655.30	655.30	655.30	-	-	-



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Vysali Pharmaceuticals Ltd	10.00	50,000.00	5.00	5.00	5.00	-	-	-
Western India Cottons Ltd.	10.00	3,50,000.00	35.00	35.00	35.00	-	-	-
<b>Total</b>			<b>4,950.91</b>	<b>4,939.14</b>	<b>4,939.14</b>	<b>6,242.24</b>	<b>5,581.77</b>	<b>4,514.64</b>
Balance sheet not available from 2014								
ATILtd	10.00	2,50,000.00	50.00	50.00	50.00	-	-	-
ABN Granites Ltd	10.00	11,00,000.00	110.00	110.00	110.00	-	-	-
Chaya Industries	10.00	9,70,000.00	97.00	97.00	97.00	-	-	-
Hindustany Cylinders	10.00	1,36,700.00	13.67	13.67	13.67	-	-	-
Integrated Rubian Exports	10.00	3,00,000.00	30.00	30.00	30.00	-	-	-
India Middle East Broadcasting	10.00	36,30,000.00	363.00	363.00	363.00	-	-	-
Kerala Spinners	10.00	1,26,800.00	12.57	12.57	12.57	-	-	-
Kerala State Textile Corporation	100.00	25,000.00	25.00	25.00	25.00	-	-	-
Loop Mobile (Including 1400 Nos )	10.00	2,000.00	0.06	0.06	0.06	-	-	-
Bonus Shares	-	-	-	-	-	-	-	-
Manito Electronics	10.00	1,20,000.00	12.00	12.00	12.00	-	-	-
Madras Spinners (including 49950 Bonus Shares)	10.00	99,900.00	5.00	5.00	5.00	-	-	-
ProfitCore Pipes Ltd.	10.00	50,000.00	5.00	5.00	5.00	-	-	-
Pact Rubber Wood	10.00	66,000.00	6.60	6.60	6.60	-	-	-
Periyar Chemicals Ltd								
(including 19,625 Bonus Shares)	10.00	58,875.00	3.93	3.93	3.93	-	-	-
Rubberwood India	10.00	3,44,600.00	34.46	34.46	34.46	-	-	-
Travancore Titanium Products Ltd.	10.00	1,39,732.00	13.97	13.97	13.97	-	-	-
<b>Total</b>			<b>782.26</b>	<b>782.26</b>	<b>782.26</b>	<b>-</b>	<b>-</b>	<b>-</b>
COMPANIES UNDER LIQUIDATION								
BST Ltd.	10.00	5,50,000.00	55.00	55.00	55.00	-	-	-
Industrial Accumulators	100.00	7,500.00	7.50	7.50	7.50	-	-	-
Sri Sai Maharaj Pulp & Paper	100.00	14,300.00	14.30	14.30	14.30	-	-	-
Travancore Sulphates	10.00	78,000.00	7.80	7.80	7.80	-	-	-
<b>Total</b>			<b>84.60</b>	<b>84.60</b>	<b>84.60</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total B</b>			<b>5,817.77</b>	<b>5,806.00</b>	<b>5,806.00</b>	<b>6,242.24</b>	<b>5,581.77</b>	<b>4,514.64</b>
<b>Total Equity Instruments (A+B)</b>			<b>8,424.51</b>	<b>8,412.74</b>	<b>8,412.74</b>	<b>44,998.82</b>	<b>23,431.05</b>	<b>41,719.56</b>
Unquoted Investments in Associates								
Coconics Pvt Ltd	100.00	2,30,000.00	230.00	-	-	230.00	-	-
OEN India Ltd (including 1181509 Nos bonus shares)	10.00	12,74,607.00	9.34	9.34	9.34	9.34	9.34	9.34
<b>Total C</b>			<b>239.34</b>	<b>9.34</b>	<b>9.34</b>	<b>239.34</b>	<b>9.34</b>	<b>9.34</b>
Unquoted Investments Preference								
Central Travancore Specialists Hospital - 16% RCP Shares	10.00	8,62,000.00	86.20	86.20	86.20	-	-	75.28
Chaya Industries	100.00	50,000.00	50.00	50.00	50.00	-	-	42.92
Filatex Vechukunnel - Kerala Sponge Iron Limited- 10 % RCP Shares	100.00	57,000.00	57.00	57.00	57.00	57.00	57.00	-
16% RCP Shares	100.00	59,000.00	59.00	59.00	59.00	-	-	59.00
Sree Sakthi Paper Mills Ltd	10.00	60,00,000.00	-	1,000.00	-	-	858.28	771.49
<b>Total D</b>			<b>252.20</b>	<b>1,252.20</b>	<b>1,252.20</b>	<b>57.00</b>	<b>915.28</b>	<b>1000.04</b>
Unquoted Investments Equity Shares								
Joint Venture								
INKEL- KSIDC Projects Ltd	10.00	27,86,260.00	278.63	278.63	278.63	278.63	278.63	278.63
Kuttiyadi Coconut Industrial Park Ltd.	1,000.00	250.00	2.50	2.50	2.50	2.50	2.50	2.50
Kerala GAIL Gas Ltd	10.00	50,000.00	0.50	0.50	0.50	0.50	0.50	0.50
Nitta Gelatin India Ltd	10.00	28,62,220.00	1,364.07	1,364.07	1,364.07	1,364.07	1,364.07	1,364.07
Units in Kerala Venture Capital Fund	-	-	-	46.25	46.25	-	46.25	46.25
<b>Total E</b>			<b>1,645.69</b>	<b>1,691.94</b>	<b>1,691.94</b>	<b>1,645.69</b>	<b>1,691.94</b>	<b>1,691.94</b>
<b>Grant Total</b>			<b>10,561.74</b>	<b>11,366.22</b>	<b>11,366.22</b>	<b>46,940.85</b>	<b>26,047.62</b>	<b>44,420.88</b>

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### Note : 7. Other financial assets

Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Advance share Investment	40.50	266.96	255.00
Staff loan	374.94	401.64	448.37
Dividend Receivable	88.89	-	-
Interest receivable on Short term Deposits	4.11	186.46	696.48
Accrued Dividend on Preference Shares	-	141.72	216.80
Defined Benefit asset on leave encashment	-	29.46	-
<b>Total</b>	<b>508.44</b>	<b>1,026.24</b>	<b>1,616.65</b>

**Note 7.1 :** Advance share investment of Rs 40.50 lakhs (P.Y Rs 266.96 Lakhs) includes Rs Nil (P.Y Rs 230 lakhs) to Coconics Pvt Ltd, an SPV formed by KSIDC, Keltron and UST Global, Rs Nil (P.Y Rs 25 lakhs) to Manito Electronics Pvt Ltd., Rs 7.84 lakhs (P.Y Rs 11.77 lakhs) to KIFML, Rs 0.19 lakhs (P.Y Rs 0.19 lakhs) to Kannur Natural Rubber Products Pvt Ltd and Rs 32.47 lakhs (P.Y Nil) to Kerala Enviro Infrastructure Ltd. Company adopted the policy to transfer the advance share investment to investments once the share certificate is obtained. The amount under advance share investments in Manito Electronics Ltd was part of conversion of principal outstanding as part of the OTS granted to the Company,. In view of the condition that the share holding of KSIDC should not be more than 49%, the company has not issued the shares. Later the company became defunct and therefore the advance share investment is treated as impaired during the current year

**Note 7.2 :** Staff loans includes Rs 246.12 lakhs (P.Y Rs 261.42 lakhs) towards housing loan, Rs 91.76 lakhs (P.Y Rs 101.88 lakhs) towards car loan, Rs 11.58 lakhs (P.Y Rs 14.27 lakhs) towards consumer loan, Rs 13.50 lakhs (P.Y Rs 16.90 lakhs) towards Personal loan, Rs 8.66 lakhs (P.Y Rs 4.98 lakhs) towards scooter loan, Rs 2.50 lakhs (P.Y Rs 1.09 lakhs) towards computer loan, Rs 0.78 lakhs (P.Y Rs 1.03 lakhs) towards education loan and Rs 0.06 lakhs (P.Y Rs 0.06 lakhs) towards special loan staff. Total staff loan outstanding is only 0.59% of outside loan, which will not affect the materiality. Hence the book value of loan is considered as fair value.

### Note: 8. Current tax assets (net)

Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Advance Tax & TDS	1,851.80	2,135.81	1,414.54
Amount receivable from IT Department	342.36	286.94	355.84
<b>Total</b>	<b>2,194.16</b>	<b>2,422.74</b>	<b>1,770.38</b>

Note 8.1 Advance tax and TDS paid for the F.Y 2019-20 is Rs 949.58 lakhs, for the F.Y 2020-21 is Rs 902.22 lakhs Since the assessment is not completed for the F.Y 2019-20 adjustment entry with the provision is not made

Note 8.2 : Assessment up to F.Y 2018-19 was completed. Amount refundable from IT department is accounted from the assessment order. As per the assessment order Rs 14.25 lakhs is receivable for the F.Y 2011-12, Rs 6.02 lakhs for the F.Y 2013-14, Rs 264.44 lakhs for the F.Y 2014-15, Rs 57.65 lakhs for the F.Y 2015-16. We had filed the rectification request u/s 154 for the F.Y 2014-15 against the erroneous adjustment made by Income Tax department against A.Y 2008-09 as there is no demand for the A.Y 2008-09

Note 9: Property, Plant &amp; Equipment

Rs. in lakhs

Particulars	Land (401) #	Buildings (411)	Electrical Fittings (416)	Furniture & Fittings	Water Tank & Pump Set	Office Equipments	Computer	Solar Based power Systems	Intangibles	Motor Car & Cycles	Library Books	Total
Gross Block - at cost												
<b>As at 01.04.2019</b>	207.21	196.72	46.74	96.77	0.58	59.33	281.58	65.15	45.02	57.69	12.12	1,068.89
Additions	-	-	1.75	-	0.38	9.06	1.92	-	0.72	-	0.08	13.91
Disposals	-	-	-	-	-	-	-	-	-	-	-	-
<b>As at 31.03.2020</b>	207.21	196.72	48.49	96.77	0.96	68.39	283.49	65.15	45.74	57.69	12.20	1,082.80
Additions	-	-	-	1.31	-	3.14	17.01	-	-	-	0.21	21.66
Disposals	-	-	0.10	5.49	-	-	-	-	-	-	-	5.60
<b>As at 31.03.2021</b>	207.21	196.72	48.39	92.58	0.96	71.53	300.50	65.15	45.74	57.69	12.41	1,098.87
<b>Accumulated Depreciation</b>												
<b>As at 01.04.2019</b>	-	137.63	34.46	87.95	0.46	53.14	256.57	41.08	37.01	48.54	12.12	708.96
Charge for the year	-	2.94	3.32	1.80	0.10	3.21	11.39	4.40	6.13	2.59	0.08	35.95
Disposals	-	-	-	-	-	-	-	-	-	-	-	-
<b>As at 31.03.2020</b>	-	140.56	37.78	89.75	0.56	56.34	267.97	45.48	43.13	51.13	12.20	744.91
Charge for the year	-	2.79	2.50	1.35	0.02	5.20	10.55	3.59	1.74	1.78	0.21	29.73
Disposals	-	-	0.10	4.27	-	-	-	-	-	-	-	4.37
<b>As at 31.03.2021</b>	-	143.35	40.17	86.84	0.58	61.54	278.52	49.07	44.87	52.91	12.41	770.27
<b>Net Block</b>												
As at 31.03.2020	207.21	56.15	10.72	7.01	0.40	12.05	15.53	19.67	2.61	6.55	0.00	337.89
As at 31.03.2021	207.21	53.36	8.22	5.74	0.38	9.98	21.98	16.08	0.87	4.77	0.00	328.60

# Land includes

- 30 acres of land at TELK Angamaly transferred to KSIDC at nil cost, vide G.O. 836/2008/ID dated 26.07.08 and G.O. 1174/2009/ID dt 31.08.09. This has been given on 90 years lease to INKEL KSIDC PROJECTS Ltd (JV). Further 26.712 Acres of land has been transferred to KSIDC for implementation of Business Hub. Vide G.O No 122/2018 dt 26.03.2018 Government transfer 15 acres of land to Government of India for setting up MSME
- 34.05 acres of industrial land transferred by District Industries Centre to KSIDC at nil cost for Light Engineering Park(LEIP), Palakkad. KSIDC has taken possession of the same, but the transfer of title in the name of KSIDC is still pending on technical grounds. Vide G.O.(MS)49/2012/ID dated 03.04.12, Government has given clearance for mutation of land in the case of LEIP and also directed that the liabilities arising out of the LAR cases shall be met by KSIDC. The first phase of the project was declared completed on 15.01.2013 and the assets created have been included in the fixed assets of KSIDC.
- 1.9909 acres of land of M/s. Astral Watches Ltd. transferred in the name of KSIDC on Government giving approval for winding up of the company and transferring of assets and liabilities to KSIDC for the purpose of dissolution of the company under Easy Exit scheme of Companies Act.
- Depreciation is calculated on WDV method

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### Note : 10. Capital work in progress

Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Expense towards ERP Implementation	135.54	135.54	135.54
<b>Total</b>	<b>135.54</b>	<b>135.54</b>	<b>135.54</b>

Note 10.1 :An amount of Rs 135.54 lakhs has been carried forward in Books of Accounts towards implementation of the ERP System for Financial & Loan Accounting. The 325th Board of KSIDC has approved to provide 100% provision of the amount incurred. Accordingly, Rs. 135.54 lakhs has been included under the head Other Expenses (Note 29) and Provisions (Note 15.6). The Board has also directed to seek legal recourse.

### Note No: 11. Other Non financial assets

Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Current account with Consultants	5.39	14.24	5.39
Current account with Others	2.37	-	-
Government of Kerala-others	302.40	248.83	187.78
Sales Tax	3.60	3.60	3.60
IGC	-	352.73	(151.89)
CGST-Input Tax Credit	-	0.00	0.92
SGST-Input Tax Credit	-	0.00	0.92
RCM A/C-SGST	-	-	0.03
RCM A/C-CGST	-	-	0.03
GST electronic cash ledger	-	0.00	0.31
GST Input Tax deferred-CGST	-	0.28	0.31
GST Input Tax deferred-SGST	-	0.28	-
GST Refund Due	3.86	3.86	-
CGST Payable	0.58	-	-
SGST Payable	0.46	-	-
TDS Payable GST	10.50	-	-
IGST - Input Tax Credit	0.04	-	0.01
Prepaid Expenses	9.50	10.45	11.62
Electricity, Telephone and Other Deposits	15.05	15.29	15.29
Security Deposits	1.45	0.25	-
<b>Total</b>	<b>355.21</b>	<b>649.81</b>	<b>74.32</b>

Current account with others includes Rs 13.22 lakhs(P.Y 255.20 lakhs) amount receivable from Government for participation in the Biding process of Trivandrum International Airport Ltd.

Government had directed KSIDC to pay 'special advance' to the employees of Commonwealth Trust. Out of the total advance paid Rs 370.41 as per Government directions, we got reimbursement of Rs 121.58 lakhs towards such advances made till 2015-16. The balance sum of Rs 302.40 ( P.Y 248.83) lakhs is to be reimbursed by Government / commissioner of payments and the payment has been shown under Government of Kerala others. Also refer note on Contingent liability Note No. 33

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Particulars	Rs in lakhs
16-17	58.85
17-18	68.10
18-19	60.83
19-20	61.05
20-21	53.57
<b>Total</b>	<b>302.40</b>

Note : 12. Payables			Rs in lakhs
Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Trade Payable			
Total outstanding dues of creditors other than micro enterprises and small enterprises	115.86	32.06	58.61
Other Payables			
Current account with Companies	93.43	102.90	101.56
Staff advances	0.22	0.53	-
<b>Total</b>	<b>209.51</b>	<b>135.49</b>	<b>160.17</b>

Note 12.1 : There are no dues to companies / firms under Micro/Small and Medium Enterprises Development Act 2006

## Note 13.1: Borrowings (other than Debt securities)

Rs in lakhs

Particulars	As at 31 March 2021				As at 31 March 2020			
	Amortised cost	At fair value through profit and loss account	Designated at fair value through profit and loss account	Total	Amortised cost	At fair value through profit and loss account	Designated at fair value through profit and loss account	Total
Term Loan								
from bank	1,260.00	-	-	1,260.00	-	-	-	-
from financial institution	-	-	-	-	-	-	-	-
Commercial papers	-	-	-	-	-	-	-	-
Finance lease obligations	-	-	-	-	-	-	-	-
Deferred payment liabilities	(48.89)	-	-	(48.89)	-	-	-	-
Loans from related parties	-	-	-	-	-	-	-	-
Liability component of financial instruments	-	-	-	-	-	-	-	-
Loans repayable on demand	-	-	-	-	-	-	-	-
Cash credit / Overdraft facilities from banks	1.05	-	-	1.05	-	-	-	-
Loan from Government of India	-	-	-	-	-	-	-	-
Loan from Government of Maharashtra-interest bearing readjustment loan (unsecured)	-	-	-	-	-	-	-	-
Other loans	-	-	-	-	-	-	-	-
<b>Total (A)</b>	<b>1,212.16</b>	<b>-</b>	<b>-</b>	<b>1,212.16</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Borrowings in India	1,212.16	-	-	1,212.16	-	-	-	-
Borrowings outside India	-	-	-	-	-	-	-	-
<b>Total (B)</b>	<b>1,212.16</b>	<b>-</b>	<b>-</b>	<b>1,212.16</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

(i) Term Loan - The Corporation was sanctioned a Term loan of Rs. 180 crores from HDFC bank during the FY 2020-21 at an interest rate of 7.5% linked to 3 months Repo for onward lending to MSMEs. The security offered is receivable of the company at a security margin of 20%. The tenor of the loan is 60 months

(ii) Overdraft - In addition to the Term loan, Overdraft amounting to Rs. 10 crores, @ 7.5% p.a. was also sanctioned by HDFC Bank. Security is the same as stipulated in Term Loan

Note 13.2: The amount released by the Government as loan of Rs 26 Crores to KSIDC through budgetary allocation for the implementation of various projects on behalf of GOK was remained in the non interest bearing treasury account. At the end of the financial year 2017-18, Government has resumed the unspent balance in the treasury account including the loan amount transferred to the treasury account. Confirmatory letter from Government has already obtained to the effect that the resumed amount include the loan amount released by the Government. Since the loan amount was not utilised by KSIDC and was remain with non- interest bearing treasury account, there is no interest liability or accrued interest on unspent balance remain with the Government. Government has not made any claim on KSIDC towards interest on the utilized loan amount which was latter resumed by the Government

**Note 14: Other Financial Liabilities**

Rs in lakhs

	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
<b>Deferred Income</b>			
Grant received for Vyavasaya Bhadratha	2,254.50	-	
<b>Total</b>	<b>2,254.50</b>		

Note 14.1 : As per the GO (Rt) No 52/2021/ID dated 13.01.2021 Government of Kerala has extended Vyavasaya Bhadratha package to KSIDC enabling to provide Top up loans to existing clients in order to overcome the financial difficulties in view of the Covid 19 pandemic on business of such entities. According KSIDC has received Rs2254.5 lakhs as grant for extending loans to 18 number of loanees. The loan amount is included in the loans and advances and the grant received is accounted in other financial liabilities. In addition to this KSIDC had also received reimbursement of Rs 9.61 lakhs for waiver of principal on OTS ,Rs 130.39 lakhs for wavier of interest on lease premium of IGC which is transferred to various project.

Note 14.2: As per IND AS 20, the Corporation has treated Grant received for providing Top up loans under Vyavasaya Bhadratha package as deferred income under other financial liabilities and will be treated as income on the basis of principal recovery of loan given to loanees -



# KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

## **Note : 15 Provisions**

Rs. in lakhs

Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Provision For Employee Benefit Expenses	-	321.36	-
Provision for Leave Salary	0.26	-	-
Provision for Gratuity	49.28	62.42	30.63
Provision for Taxation	1,954.15	2,361.13	1,421.59
Provision for diminution in value of Investments	-	-	-
Provision for impairment in ERP	135.54	-	-
<b>Total</b>	<b>2,139.23</b>	<b>2,744.91</b>	<b>1,452.22</b>

### **Note : 15.1: Provision For Employee Benefit Expenses**

Opening Balance	321.36	-	-
Add: Provision made during the year		321.36	-
Total	321.36	321.36	-
Less: Payment of Pay revision arrear	321.36		-
Balance Provision	-	321.36	-

### **Note : 15.2 : Leave Salary**

Opening Balance	-	-	-
Add: Provision made during the year	0.26	-	-
Total	0.26	-	-
Less: Payment made during the year			-
Balance Provision	0.26	-	-

### **Note : 15.3 : Gratuity**

Opening Balance	62.42	30.63	85.45
Add: Provision made during the year	49.28	31.79	30.63
Total	111.69	62.42	116.08
Less: Payment made during the year	62.42		85.45
Balance Provision	49.28	62.42	30.63

### **Other Provisions**

### **Note : 15.4 : Provisions for Taxation**

Opening Provision for Taxation	2,361.13	1,421.59	6,798.90
Addition during the year	907.42	939.54	674.82
Tax Provisions for previous years	107.20	-	-
Total	3,375.74	2,361.13	7,473.72
Less: Set off / adjustments/previous year payments effected during the year	1,421.59		6,052.14
Closing Provision for taxation	1,954.15	2,361.13	1,421.58

Set off entries against advance taxes, self assessments, regular taxes and TDS receivables( booked under advance tax account) had been effected till assessment year 2018-19. Adjustment in respect of excess/ shortfall in estimated provisions created in earlier years, if any, has been made on case to case basis. The details of provision is as follows.

**KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.**

		Rs. in lakhs		
<b>Particulars</b>		<b>As at 31.3.2021</b>	<b>As at 31.3.2020 Restated</b>	<b>As at 01.04.2019 Restated</b>
FY 2017-18	AY 2018-19	107.20	746.76	746.76
F.Y 2018-19	AY 2019-20	-	674.83	674.83
F.Y 2019-20	AY 2020-21	939.54	939.54	-
F.Y 2020-21	AY 2021-22	907.42	-	-
<b>Total</b>		<b>1,954.15</b>	<b>2,361.13</b>	<b>1,421.59</b>

Income Tax Department has raised a demand for Rs 107.20 lakhs u/s 156 of IT ACT, 1961 in respect of Income Tax for the A.Y 2018-19 on 12.04.2021. Provision was created for the same and the payment against the provision was made during the F.Y 2021-22. KSIDC has filed an appeal against this demand notice.

**Note :15.5 : Provisions for Diminution in value of Investments** Rs in lakhs

Opening Balance	-	-	2,170.12
Add: Provision required at the year end	-	-	-
Total	-	-	2,170.12
Less: Provision reversed during the year	-	-	2,170.12
Balance Provision (c)	-	-	-

In compliance of MCA notifications applicable for NBFCs, KSIDC has adopted the IND AS for preparation of Financial Statements first time in 2018-19 with recasted Balance Sheet for 2017-18. Before introducing IND AS, the diminution in value of investments was recognized based on erosion in the net worth of investee companies and accordingly necessary provisions were created. In the first time adoption of IND AS, as per the IND AS 109, comparison of investment cost and fair value of investment is determined and the difference in value is accounted through Other Comprehensive Income (OCI) with corresponding changes in the value of Investments under Investments and Other equity. As per the CAG comments, while the first time adoption of IND AS on 01.04.2017, the provision already created should have been reversed and added back to "Other Equity". Hence the Corporation has made necessary changes by reversing the provisions created before 01.4.2017 in the Balance Sheet of 2020-21 by restating the opening balances as on 01.04.2019 in compliance of IND AS 8, reporting of changes in prior period items.

**Note : 15.6 : Provision for impairment in ERP**

Opening Balance	-	-	-
Add: Provision made during the year	135.54	-	-
Balance Provision	135.54	-	-

The 325th Board of KSIDC has approved to provide 100% provision of the amount incurred in connection with ERP implementation. Accordingly, Rs. 135.54 lakhs has been included under the head Other Expenses (Note 29) and provision has been created for the same amount.

**A. Leave Salary**

Leave salary is calculated based on the number of days of earned leave to the credit of the employee, subject to a maximum of 300 days.

As on 31.03.2021 the actuarial valuation for leave salary was Rs.2,97,44,267/- (PY - Rs. 2,48,12,636/-). The estimated liabilities have been fully funded through SBI Life and ICICI Prudential Life.

KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

Particulars	Rs. in lakhs		
	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
<b>1. Fair Value of Plan assets at the beginning</b>	277.58	302.85	303.92
Interest Income	18.64	21.28	22.06
Employer Contribution	5.36		
Benefit Payment from Plan Assets		(45.91)	(27.43)
Remeasurements-Return on Assets	(4.40)	(0.64)	4.29
<b>Fair Value of Plan assets at the end</b>	297.18	277.58	302.85
<b>2. Defined Benefit Obligation at the beginning</b>	248.13	250.27	255.97
Current Service Cost	17.90	30.86	25.99
Interest Expense	16.50	17.28	19.38
Benefit Payment from Plan Assets	-	(45.91)	27.43
Remeasurement-Due to Demographic Assumptions	-	-	0.44
Remeasurement-Due to Financial Assumptions	1.93	9.60	3.46
Remeasurement - Due to Experience Adjustments	12.98	(13.97)	27.55
<b>Defined Benefit Obligation at the End</b>	297.44	248.13	250.27
<b>3. Components of Defined Benefit Cost</b>			
Current Service cost	17.90	30.86	25.99
Interest Expense on DBO	16.50	17.28	19.38
Interest (Income) on Plan Assets	(18.64)	(21.28)	22.37
Total Net Income	(2.14)	(4.00)	2.99
Defined Benefit Cost included in P&L	35.07	26.86	23.30
Remeasurement -Due to Demographic Assumptions	-	-	0.44
Remeasurement -Due to Financial Assumptions	1.93	9.60	3.46
Remeasurement -Due to Experience Adjustments	12.98	(13.97)	27.55
(Return) on Plan Assets (Excluding Interest Income)	(4.40)	(0.64)	0.01
Net Actuarial (Gain)/loss	19.31	(3.73)	27.94
Total Defined Benefit Cost recognized in P&L	35.07	23.13	4.63
<b>4. Amount recognized in Balance sheet</b>			
Defined Benefit Obligation	297.44	248.13	250.27
Fair Value of Plan Assets	297.18	277.58	302.85
Net Defined Benefit Liability/ (Asset)	0.26	(29.46)	52.58
<b>5. Net Defined Benefit Liability/(Asset) reconciliation</b>			
Net Defined Benefit liability/(Asset) at the beginning	(29.46)	(52.58)	47.95
Defined Benefit Cost included in P&L	35.07	26.86	23.30
Net Actuarial (Gain)/loss		(3.73)	27.94
Employer Contribution	(5.36)	-	
Net Defined Benefit liability/(Asset) at the end	0.26	(29.46)	52.58

6. Actuarial Assumptions for Leave Encashment			
Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
i Discount Rate	7.6 % p.a.	8 % p.a.	8 % p.a.
ii Salary escalation	6%	6%	6%
iii Attrition	1%	0% TO 1%	0% TO 1%
iv Mortality Tables	IALM (2012-14) Ult	IALM (2006-08) Ult	IALM (2006-08) Ult

**Footnote :**

The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations. The estimate of future salary increases considered, by taking into account the inflation, seniority, promotion, increments and other relevant factors.

**B Gratuity**

Corporation is following the provisions of The Payment of Gratuity Act for computing the eligible Gratuity, as per stipulation made by Government on 9th Pay revision. Accordingly Gratuity shall be payable to an employee on the termination of his / her employment after he / she has rendered continuous service for not less than five years for every completed year of service or part thereof in excess of six months at the rate of fifteen days' wages based on the rate of wages last drawn by the employee. The fifteen days' wages shall be calculated by dividing the monthly rate of wages last drawn by him/ her by twenty six days, as if every completed month comprises of 26 days.

The payment of Gratuity ( Amendment) Act,2010 had increased the limit to Rs 20 lakhs w.e.f 29.03.2018. In line with these provisions, the Corporation had also provided for the enhanced limit w.e.f 29.03.2018. As on 31.03.2021, the actuarial valuation of gratuity was Rs 4,61,07,610/- (PY Rs 38,859,610/-). The estimated liabilities have been funded through SBI Life. The short fall in the funding, if any, is included under current liabilities.

Rs. in lakhs

Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
1 Changes in present value of obligations	388.60	395.55	405.71
PVO at beginning of period	25.50	27.26	28.82
Interest Cost	18.24	17.42	17.53
Current Service Cost			
Past service cost (vested benefits)		(63.21)	64.70
Benefits Paid	28.74	11.57	8.19
Actuarial (Gain)/Loss on obligation	461.08	388.60	395.55
PVO at end of period			

2 Interest Expense	25.50	27.26	28.82
Interest Cost			
3. Fair Value of Plan Assets	326.18	364.92	320.26
Fair value of plan assets at the beginning	21.97	25.61	25.52
Interest income			
4. Net Liability	388.60	395.55	405.71
PVO at beginning of period	326.18	364.92	320.26
Fair Value of the Assets at beginning report	62.42	30.63	85.45
Net Liability			
5. Net Interest	25.50	27.26	28.82
Interest Expenses	21.97	25.61	25.52
Interest Income	3.53	1.65	3.30
Net Interest	23.20	24.46	23.91
6. Actual return on plan assets	21.97	25.61	25.52
Less Interest income included above	1.24	(1.15)	1.61
Return on plan assets excluding interest income			
7. Actuarial (Gain)/loss on obligation	2.25	25.81	3.97
Due to Financial Assumption	26.49	(14.25)	4.22
Due to Experience	28.74	11.57	8.19
Total Actuarial (Gain)/Loss			
8. Fair Value of Plan Assets	326.18	364.92	320.26
Opening fair value of plan asset			
Adjustment to Opening Fair Value of Plan Asset	1.24	(1.15)	(1.61)
Return on plan assets excl. interest income	21.97	25.61	25.52
Interest Income	62.42	-	85.45
Contribution by Employer	-	(63.21)	(64.70)
Benefits Paid	411.80	326.18	364.92
Fair Value of Plan Assets at end			
9. Amounts to be recognized in the balance sheet and statement of profit loss account	461.08	388.60	395.55
PVO at end of period	411.80	326.18	364.92
Fair Value of Plan assets at end of period	(49.28)	(62.42)	(30.63)
Fund status	(49.28)	(62.42)	(30.63)
Net Asset/(Liability)recognized in the Balance sheet			
10. Expense recognized in the statement of P&L A/c	18.24	17.42	17.53
Current Service Cost	3.53	1.65	3.30
Net interest	-	-	-
Past service cost( vested benefits)	21.77	19.07	20.83
Expense recognized in the statement of P&L A/c			

11. Movements in the liability recognized in Balance Sheet			
Opening Net Liability	62.42	30.63	85.45
Adjustment to opening balance			
Expense as above	21.77	19.07	30.63
Contribution paid			
Other Comprehensive Income	27.51	12.71	(85.45)
Contribution Paid	(62.42)	-	9.80
Closing Net Liability	49.28	62.42	30.63

#### 6. Actuarial Assumptions for Gratuity

Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
i Discount Rate	7.56 % p.a.	7.72 % p.a.	7.30 % p.a.
ii Salary escalation	6%	6%	10%
iii Attrition	PS: 0 TO 40 :1%	PS: 0 TO 40 :1%	PS: 0 TO 40 :1%
iv Mortality Tables	IALM (2006-08) Ult	IALM (2006-08) Ult	IALM (2006-08) Ult

#### Footnote :

The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations. The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.

## Note : No 16. DEFERRED TAX LIABILITIES

Rs in lakhs

Particulars	As at 31.3.2021			As at 31.3.2020 Restated			As at 01.4.2019 Restated		
	Base	Deferred Tax		Base	Deferred Tax		Base	Deferred Tax	
		Asset	Liability		Asset	Liability		Asset	Liability
Current liabilities									
Trade Payables	115.86			33.81			58.00		
Interest accrued on bonds/Govt.loan	0.00			0.00			0.00		
Provision for gratuity	49.28			62.42			30.63		
Provision for leave salary	0.26			0.00			0.00		
Provision for impairment in ERP	135.54			0.00					
Provision for employee benefit	0.00			321.36			0.00		
<b>Total</b>	<b>300.95</b>	<b>87.64</b>		<b>417.59</b>	<b>121.60</b>		<b>88.63</b>	<b>30.88</b>	
Current assets									
Interest accrued on deposits -TVM	0.67			175.39			688.68		
Interest accrued on FD - EKM	3.44			11.07			7.81		
Prepaid expenses	9.50			10.45			11.62		
Dividend Receivable	88.89			0.00			0.00		
Interest accrued/loan	50.88			0.00			2.21		
<b>Provisions</b>									
Provision for doubtful Debts u/s 36 I viia of IT Act	0.00			662.69			610.46		
Provision for Special Reserve u/s 36 I viii of IT Act	9665.33			9562.95			9342.88		
<b>Total</b>	<b>9818.71</b>		<b>2859.21</b>	<b>10422.56</b>		<b>3035.05</b>	<b>10663.66</b>		<b>3690.48</b>
Expenses									
Unamortised Processing Charges	50.99		14.85	6.07		15.46			
Fixed assets									
Depreciation	1.12	0.33		7.34	2.14		(13.55)		(4.69)
<b>Total</b>		<b>87.96</b>	<b>2874.06</b>		<b>123.74</b>	<b>3050.50</b>	<b>30.88</b>	<b>3685.79</b>	
Deferred Tax liability			2786.10			2926.77			3654.91
Ind AS Entries			11515.91			5300.25			11576.25
Total Deferred Tax liability			14302.01			8227.02			15231.16
Opening Balance			2926.77						
Closing Balance			2786.10						
Additional Provision made			(140.67)						

Deferred Tax is computed based on Current Income Tax rate @ 29.12%

Based on the opinion of the Expert Committee of ICAI, deferred tax liability has been provided on the Special Reserve maintained under 36(1) (viii)&amp; Doubtful Debts u/s 36 I( viia) of the IT Act from 2012-13 onwards.



KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

**Note : 17. Other non financial liabilities**

Rs. in lakhs

Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Various Project	2,487.66	657.71	1,390.02
IGC Control Account	41.75		-
Suspense	59.17	0.96	1.44
Current account with others	-	163.59	278.33
Advance to MD	0.07	0.08	0.03
TDS Payable - Others	1.61	1.13	0.18
TDS Payable- Salary	0.39	-	0.89
RCM Payable SGST	-	0.40	0.05
RCM Payable CGST	-	0.40	0.05
RCM Payable IGST	0.27	-	-
SGST Payable	-	1.76	0.34
IGST Payable	-	-	-
CGST Payable	-	1.74	0.34
TDS Payable - GST	-	0.02	0.14
Flood Cess Payable	0.02	0.07	-
Retention Deposit	63.42	36.58	53.42
E M D Noorka	5.00	5.00	5.00
Security Deposit (Liability)	155.88	161.08	130.56
E.M.D.SWMS	152.00	152.00	-
CSR Payable	43.91	-	-
L.I.C. Deductions	-	0.15	-
<b>Total</b>	<b>3,011.14</b>	<b>1,182.64</b>	<b>1,860.79</b>

**Note 17.1** KSIDC is acting as an agent for implementing Industrial Growth Centre (IGC) in the State of Kerala. A total amount of Rs. 16243.85 lakhs (previous year Rs. 16134.02 lakhs) has been received from the Government for meeting the expenditure relating to the Growth Centres. Receipts collected by way of lease premium/sale of land, miscellaneous income and other receipts on current account amount to Rs.15804.13 Lakhs (previous year Rs. 14512.31 Lakhs). Total receipts stand at Rs.32047.98 lakhs (previous year Rs. 30646.33 lakhs). All the fixed assets including land and building are held by KSIDC on behalf of Government of Kerala. All receipts and payments are accounted on cash basis and the excess of receipts over expenditure is Rs.9148.06 lakhs (previous year Rs.8181.36 lakhs). The total expenditure as on 31.03.2021 under major heads is as shown below:

Particulars	Rs. in lakhs
Land & Site Development	9204.25
Roads	1199.44
Buildings	5445.91
Water Supply	1094.04
Power	2144.56
Others	3811.71
<b>Total</b>	<b>22899.91</b>
Cash and Cash Balance	9106.31
Control Account Balance	41.75
<b>Total</b>	<b>9148.06</b>

## KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

# KSIDC, being the implementing agency of Industrial Growth Centre(IGC) on behalf of Government of Kerala, the funds of IGC were parked separately in current account and in Fixed Deposit under IGC account and not included under cash and bank balance of the Corporation.

KSIDC has given a Bank Guarantee of Rs 800 lakhs from HDFC bank for participation of bid for Trivandrum International Airport as directed by Government of Kerala, Lien created on fixed deposits of IGC for bank guarantee continuing and now amounting to Rs 1128 lakhs. Since the bid of KSIDC was not successful, there is no BG requirement, thus there is no material restriction on IGC FD account ,which are not included under bank balance of the Corporation.

### Note 17.2 Various Projects

Government of Kerala has entrusted KSIDC with agency function to implement various projects through plan funds allocation. The expenditure incurred in respect of various investment promotion activities and infrastructure-related projects being implemented by KSIDC as per Government directions, based on which KSIDC is the nodal agency/facilitator have been classified as 'non-current' as the projects are on various stages of implementation. . The details of budget funds released by the Government and funds expended with other project receipts are shown under:

Name of the projects	Rs in lakhs	
	Total Expenditure till 31.3.2021	Total Receipts till 31.3.2021
Mega Food park	7,401.16	7,935.19
Electronic Hardware park	5,503.04	5,492.18
Light Engineering Park	3,405.00	4,183.62
Meds park	767.95	745.21
NIMZs	16.01	137.67
Business Incubators	483.18	662.99
BIC Kakkanad		6.82
Business hub office complex	38.56	-
Business Incubation Kozhikode	128.23	4.75
Industrial space Kasargod	1.91	-
We space Angamaly	1,164.45	1,009.11
Solid waste management system	84.03	-
Supplementary gas Infrastructure	-	1,280.16
Islamic Financial service	-	50.00
Kannur natural rubber products ltd	249.56	249.56
Kerala rubber limited	44.82	43.53
Kuttiyadi development project	1,586.06	1,500.00
Angel Fund / seed fund	1,161.50	1,446.06
IF & IP Special finance assistance to women entrepreneurs	0.03	199.97
Investment facilitation & Ind promotions	368.35	-
Ascend2020	55.33	-
Emerging Kerala	1,826.00	1,826.00
<b>Total</b>	<b>24,285.16</b>	<b>26,772.82</b>

Total receipts over expenditure is Rs 2487.66 lakhs shown under various projects under other non financial liabilities

**Note 18 : Equity Share Capital**

Rs in lakhs

Particulars	2020-21	2019-20
<b>Authorised:</b> 40,00,000 (40,00,000) Equity shares of Rs.1,000/- each	40000.00	40000.00
<b>Issued, Subscribed and fully paid up:</b> 30,12,435 (30,12,435) Equity shares of Rs.1,000/- each	100000.00	100000.00

**Note 18.1 Terms / Rights attached to equity shares**

The company has only one class of equity shares having par value of Rs 1000/- per share.

**Note 18.2 Reconciliation of shares outstanding at the beginning and at the end of the reporting period**

Particulars	As at 31-03-2021		As at 31-03-2020 Restated		As at 01-04-2019 Restated	
	No. of Shares	Amount in lakhs	No. of Shares	Amount in lakhs	No. of Shares	Amount in lakhs
At the beginning of the period	3012435	30,124.35	3012435	30,124.35	3012435	30,124.35
Add: Shares issued during the year	Nil	Nil	Nil	Nil	Nil	Nil
Less: Shares bought back during the year	Nil	Nil	Nil	Nil	Nil	Nil
Add: Other movements during the year	Nil	Nil	Nil	Nil	Nil	Nil
Outstanding at the end of the period	3012435	30,124.35	3012435	30,124.35	3012435	30,124.35

**Note 18.3**

	As at 31.3.2021	As at 31.3.2020	As at 01.04.2019
Shares held by holding /ultimate holding company /or their subsidiaries /associates.	Nil	Nil	Nil

Details of shareholders holding 100 % owned by Government of Kerala more than 5 % shares in the company.

	As at 31.3.2021	As at 31.3.2020	As at 01.04.2019
Aggregate number of shares issued for consideration other than cash, bonus shares issued and shares bought back during the period of 5 years immediately preceding the reporting date.	Nil	Nil	Nil

**Note 19 : Other Equity**

Rs. in lakhs

Particulars	Stat- utory Reserves u/s 45 IC of RBI Act	Capital Reserve	Special Reserve u/s 36(i) (viii) of IT Act	Provision for bad and Doubt ful debts u/s 36 1 (viiia) of IT Act	Retained Earnings	Debt instru- ments through OCI	Equity Instru- ments through OCI	Total
<b>Balance as at 01st April 2019</b>	676.19		9,342.88	610.46	29,617.91			40,247.44
Changes in accounting policy /Prior period errors					2,138.58			2,138.58
Restated balance at the beginning of the reporting period	676.19	-	9,342.88	610.46	31,756.49			42,386.02
Total Comprehensive Income for the year					(8,079.56)			(8,079.56)
Addition during the year								-
Dividends					(6.15)			(6.15)
Transfer to/from retained earnings	791.12		220.07	153.64	(1,164.83)			-
Any other changes( Bad debt write off)				(101.40)				(101.40)
<b>Balance as at 31st March 2020</b>	1,467.31	-	9,562.95	662.70	22,505.95			34,198.91
<b>Balance as at 01st April 2020</b>	1,467.31	-	9,562.95	662.69	22,505.95			34,198.91
Changes in accounting policy/ Prior period errors								
Restated balance at the beginning of the reporting period	1,467.31	-	9,562.95	662.69	22,505.95		-	34,198.91
Total Comprehensive Income for the year					17,795.27			17,795.27
Addition during the year								-
Dividends					-			-
Transfer to/from retained earnings	509.91		428.02	148.39	(1,086.31)			-
Any other changes( Bad debt write off)			325.64	811.08				1,136.72
<b>Balance as at 31st March 2021</b>	1,977.22	-	9,665.33	-	39,214.90			50,857.45

In compliance of MCA notifications applicable for NBFCs, KSIDC has adopted the IND AS for preparation of Financial Statements first time in 2018-19 with recasted Balance Sheet for 2017-18. Before introducing IND AS, the diminution in value of investments was recognized based on erosion in the net worth of investee companies and accordingly necessary provisions were created. In the first time adoption of IND AS, as per the IND AS 109, comparison of investment cost and fair value of investment is determined and the difference in value is accounted through Other Comprehensive Income (OCI) with corresponding changes in the value of Investments under Investments and Other equity. As per the CAG comments, while the first time adoption of IND AS on 01.04.2017, the provision already created should have been reversed and added back to "Other Equity". Hence Corporation make necessary changes by reversing the provisions created before 01.4.2017 in the Balance Sheet of 2020-21 by restating the opening balances as on 01.04.2019 in compliance of IND AS 8, reporting of changes in prior period items

## **Nature and purpose of Reserves**

### **a) Statutory Reserves**

Section 45-IC of the Reserve Bank of India Act, 1934 states that Every non-banking financial company (NBFC) shall create a reserve fund and transfer therein a sum not less than twenty per cent of its net profit every year as disclosed in the Statement of profit and loss and before any dividend is declared. During the year, the company has transferred an amount of Rs. 509.91 lakhs, (PY - Rs. 791.12 lakhs). As on 31.3.2021 the balance under statutory reserve is Rs 1977.22 lakhs(P.Y Rs 1467.31 lakhs)

### **b) Special Reserve u/s 36 (1)(viii) of Income Tax Act 1961**

Under the provisions of IT Act, Deduction under this section is allowed to a specified entity of an amount not exceeding 20% of the profits derived from eligible business computed under the head profits and gains of business or profession (before making any deduction under this clause) carried to special reserve account created. During the year, the company has transferred an amount of Rs. 428.02 lakhs, (PY - Rs. 220.07 lakhs). During the year company has written off bad debts amounting to Rs 1136.72 lakhs( P.Y (101.40 lakhs). Since the provision for bad and doubtful debts is not sufficient to write off the entire amount , difference amount of Rs 325.64 lakhs has been taken from this reserve and treated as other income. As on 31.3.2021, balance under special reserve is Rs 9665.33 lakhs (P.Y Rs 9562.95 lakhs)

### **c) Provision for bad and Doubtful debts u/s 36 1(viia) of IT Act**

Under the provisions of IT Act, Deduction under this section is allowed to a specified entity of an amount not exceeding 5% of the profits derived from eligible business computed under the head profits and gains of business or profession (before making any deduction under this clause) carried to provision for bad and doubtful debts created. During the year, the company has transferred an amount of Rs. 148.39 lakhs, (PY - Rs. 153.64 lakhs) .During the year company has written off bad debts amounting to Rs 1136.72 lakhs( P.Y (101.40 lakhs). Since the provision for bad and doubtful debts is not sufficient to write off the entire amount , balance in this account i.e. Rs 811.08 lakhs is utilised for the purpose of write off. As on 31.3.2021, balance under provision for bad and doubtful debts is Rs Nil (P.Y Rs 662.69 lakhs)

### **d) Retained Earnings**

This represents the cumulative profits of the Corporation. This reserve can be utilised in accordance with the provisions of the Companies Act 2013. As on 31.3.2021 balance under retained earnings is Rs 39214.90 lakhs(P.Y Rs 22505.95 lakhs).

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2021****Revenue from Operations**

Rs. in lakhs

Particulars	2020-21			2019-20		
	On Financial Assets measured at fair value through OCI	On Financial Assets measured at amortised cost	On Financial Assets measured at fair value through P&L	On Financial Assets measured at fair value through OCI	On Financial Assets measured at amortised cost	On Financial Assets measured at fair value through P&L
Interest on Loans		3,003.01			2,191.79	
Dividend income from investments		1,121.45			1,804.37	
Interest on deposits with banks		677.97			1,562.40	
Other Interest Income		45.09			21.43	
<b>Total Income</b>		<b>4,847.52</b>			<b>5,579.99</b>	
* Net gain/loss on fair value changes					Current Year	Previous Year
A) Net gain/ (loss) on financial instruments at fair value through profit or loss						
(I) On trading portfolio						
(II) on Financial instruments measured at fair value through P&L						
Total Net gain/loss on fair value changes						
Fair values changes						
- Realised						
- Unrealised						

**Note 20 : Interest Income**

Rs. in Lakhs

Particulars	2020-2021	2019-2020
Interest on Term Loan	3141.09	2291.90
Less; Rebate	138.08	100.11
Net Interest Income	3003.01	2191.70

Rebate to loanes: KSIDC is granting rebate of 0.5%, maintaining the net interest rate at 8.25% to 10.25%, at the end of each half year in every financial year by reversal of the interest charged, provided there are no arrears of interest as at the end of each month/ quarter as the case may be. The reduction in interest as above is calculated on the outstanding principal alone and there shall be no reversal of penal interest portion. A sum of Rs.138.08 lakhs (P.Y Rs 100.11 lakhs) has been expended as rebate during the FY 2020-21.

**Note 21 : Dividend Income**

Rs. in Lakhs

Particulars	31.03.2021	31.03.2020
Dividend from quoted investments	978.98	1,591.63
Dividend from unquoted investments	142.47	212.74
<b>Total</b>	<b>1,121.45</b>	<b>1,804.37</b>

**Note 22: Others**

Rs. in Lakhs

	31.03.2021	31.03.2020
Special Reserve u/s 36(i)(viii) of IT Act		325.64
<b>Total</b>		325.64

The Board of KSIDC approved the OTS of Kapico Kerala Resorts Pvt Ltd, Sahyadri Ferro Steels India P Ltd, and Hotel Tek to the extend of Rs 1136.72 lakhs. Since the provision for bad and doubtful debts is not sufficient to write off the entire amount , difference amount of Rs 325.64 lakhs has been taken from Special Reserve u/s 36(I)(viii) of Income Tax Act 1961 and treated as other income

**Note 23: Other Income**

Rs. in Lakhs

Particulars	31.03.2021	31.03.2020
Interest on bank deposit	677.97	1,562.40
Interest on staff loan	30.46	21.08
Interest others	14.63	0.36
Bad debts recovered	187.19	53.94
Directors Sitting Fees	7.10	4.53
Miscellaneous income	0.44	0.12
Sale of tender forms	-	0.19
Unwinding Income	-	92.44
<b>Total</b>	<b>917.78</b>	<b>1,735.05</b>

**Note 24: Finance Cost**

Rs. in Lakhs

Particulars	31.03.2021	31.03.2020
Interest on Term loan with HDFC	0.78	-
Interest on OD with HDFC	0.05	-
Processing Fee for TL with HDFC	0.16	-
Processing fee for OD with HDFC	2.73	-
<b>Total</b>	<b>3.72</b>	<b>-</b>

**Note 25: Employee Benefit Expenses**

Rs. in Lakhs

Particulars	31.03.2021	31.03.2020
Salaries	811.19	893.95
Pension Fund	36.19	24.97
Extra allowances	24.70	24.43
Festival allowances	1.36	2.66
PF Staff	68.50	43.44
Welfare Expenses to staff	38.89	22.85
Honorarium to Medical Officer	2.38	2.25
Medical expenses	30.41	23.59



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Staff Training Expenses	0.02	5.02
Staff Recruitment Expenses	0.05	1.96
Gratuity	21.77	19.07
Pension	-	-
Leave Surrender	35.07	7.29
<b>Total</b>	<b>1,070.53</b>	<b>1,071.49</b>

**Note 26: Depreciation and Amortization Expenses**

Rs. in Lakhs

<b>Particulars</b>	<b>31.03.2021</b>	<b>31.03.2020</b>
Depreciation of tangible assets	27.99	29.82
Amortization of Intangible expenses	1.74	6.13
<b>Total</b>	<b>29.73</b>	<b>35.95</b>

**Note 27: Net gain or loss on derecognition of Financial instrument**

Particulars	2020-21		2019-20	
	On Financial Assets measured at fair value through OCI	On Financial Assets measured at amortised cost	On Financial Assets measured at fair value through OCI	On Financial Assets measured at amortised cost
Loans		23.12		89.95
Impairment of Interest Income		150.22		
Investments		-	-	-
Others Current account with companies	2.29		10.50	

**No. 28 Impairment of financial instruments**

Particulars	2020-21		2019-20	
	On Financial Assets measured at fair value through OCI	On Financial Assets measured at amortised cost	On Financial Assets measured at fair value through OCI	On Financial Assets measured at amortised cost
Loans				
Investments		68.66		159.84
Others				

**No. 29 OTHER EXPENSES**

<b>Particulars</b>	<b>31.03.2021</b>	<b>31.03.2020</b>
Honorarium to Chairman	1.90	2.62
Salaries and allowances : Directors	11.05	8.48
P.F. Administrative Charges	2.66	1.07
P.F. Insurance	1.03	1.99
Welfare expenses : Directors	0.98	0.12
Travelling expenses		

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: Chairman	0.11	4.62
: Managing Director	0.47	2.83
: Directors	0.56	1.69
: Executive Director	0.42	0.10
: Staff & Others	38.71	60.47
Directors Sitting Fee	0.09	0.11
Foreign Tour Expenses	0.87	-
Rates & Taxes	3.41	5.70
Electricity & Water	11.78	13.40
Motor Car Expenses	5.19	5.82
Generator Running Expenses	1.01	0.74
Printing and Stationery	5.98	6.11
Postage, Telegrams and Telephones	11.75	14.17
Repairs - Building	0.43	9.03
Repairs - Other	17.14	23.41
Rent	0.51	
Advertisement and Publicity	13.25	18.49
Promotional expenses	2.25	9.30
Miscellaneous Expenses	5.40	4.55
Insurance	0.57	1.39
Filing Fee	0.50	0.25
Bank Charges	2.72	0.07
Subscription & Membership	3.59	3.72
Gardening Expenses	-	0.01
Income Tax paid	24.91	-
Bad Debt Write off	325.64	-
Board Meeting Expenses	0.13	0.49
Hospitality Expenses	0.88	14.32
Legal & Professional Fees	3.78	10.57
Project Expenses	18.50	31.86
Internal Audit Fee	2.91	2.60
Tax Audit Fee	1.64	0.81
Statutory Audit Fees	3.42	3.77
GST Audit Fee	0.05	0.82
Secretarial Audit Fee	0.71	-
CSR Activity	91.68	18.47
Amortised Dividend on Preference share	-	92.44
Provision for impairment of ERP	135.54	
<b>Total</b>	<b>754.11</b>	<b>376.38</b>

**Note : 29.1 Auditor's Fees and Expenses**

Rs. in Lakhs

Particulars	31.03.2021	31.03.2020
Statutory Audit Fee	3.42	3.77
Internal Audit Fee	2.91	2.60
Tax Audit Fee	1.64	0.81
GST Audit Fee	0.05	0.82
<b>Total</b>	<b>8.02</b>	<b>7.99</b>

**Note 29.2 CSR Expenses**

CSR activities: KSIDC had taken up various activities under Corporate Social Responsibility during the current financial year. As per the provisions of Companies Act, 2013 the amount as required to be spent by the Corporation towards CSR activities is Rs 91.68 lakhs. Actual amount spent during the period is Rs 36.52 lakhs. Unspent amount kept in separate bank account namely Unspent CSR Account, which will be utilised during next year

Rs. in Lakhs

Particulars	in cash / cheque	yet to be paid	Total
(i) Construction /acquisition of any asset			
Govt U P S , Sathram School		5.23	5.23
Clappana Grama Panchayat		10.67	10.67
Clappana St Joseph U P School		10.85	10.85
Govt H S L P S Peroorkada		0.55	0.55
Govt Tamil Higher Secondary School		14.63	14.63
SCTIMST, Trivandrum	20.00		20.00
	-		
(ii) On purposes other than (i) above			
Free education to girl children	11.52	6.00	17.52
We create lives Social Welfare& Technology /			
Differently abled woman/Purchase of Skill training kits		1.43	1.43
Asraya Charitable Organisation	5.00	-	5.00
Pending sanction in 2020-21		5.80	5.80
	36.52	55.16	91.68

**BAD DEBTS :**Corporation had written off a sum of Rs. 1136.72 lakhs in the current year (Rs 101.4 lakhs in the previous year) as unrecoverable from assisted industrial units on account of loan and current account balances. As balance in the provision for bad and doubtful debts Rs 811.08 lakhs was not sufficient to cover the bad debts written off, therefore Rs 325.64 lakhs (P.Y Nil) has been charged against the profit and loss account.

**Note 30: Exceptional Items**

Prior Period Income	-	-
Prior Period Expenses	-	-

**Note 31 : Income Tax**

The components of income tax expenses for the year ended 31st March 2021 and 31st March 2020 are:

Particulars	31.03.2021	31.03.2020
Current Tax	907.42	939.54
Adjustment in respect of current income tax of prior years	-	-
Deferred tax relating to origination and reversal of temporary differences	(140.67)	(728.14)
<b>Total tax charge</b>	<b>766.75</b>	<b>211.40</b>
<b>Income tax recognised in other OCI</b>		
Deferred tax related to items recognised in OCI during the period:	(6,263.47)	6,262.31
<b>Income tax charges to OCI</b>	<b>(6,263.47)</b>	<b>6,262.31</b>

**Reconciliation of the total tax charge:**

The tax charge shown in the statement of profit and loss differs from the tax charge that would apply if all profits had been charged at India corporate tax rate. A reconciliation between the tax expense and the accounting profit multiplied by India's domestic tax rate for the periods ended 31 March 2021 and 31 March 2020 is, as follows:

	Rs. in Lakhs	
Particulars	31.03.2021	31.03.2020
Accounting profit before tax	3,316.31	4,167.00
At India's statutory income tax rate of 29.12%	965.71	1,201.76
Income not subject to tax	(240.68)	579.90
Deduction u/s 36	576.40	360.68
Taxable Income as per Income tax	2,980.58	3,226.42
<b>Income tax expense reported in the Statement of Profit and Loss</b>	<b>907.42</b>	<b>939.54</b>
Current Year Tax	907.42	939.54
<b>Total</b>	<b>907.42</b>	<b>939.54</b>

**Note 32: Earnings per share**

Particulars	31.03.2021	31.03.2020
No of shares outstanding	30,12,435.00	30,12,435.00
Face Value of one share (Rs)	1,000.00	1,000.00
Profit after tax (Rs in lakhs)	2,549.56	3,955.61

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EPS -Basic( in Rs)	84.63	131.31
Share Application money pending allotment (Rs in lakhs)	-	-
Share Application money -Current Liability portion (Rs in lakhs)	-	-
Total (Rs in lakhs)	-	-
Equivalent No of Shares	-	-
Total No. of Shares	30,12,435.00	30,12,435.00
EPS-Diluted (in Rs)	84.63	131.31

### Note 33 :Contingent liabilities

Tax Matters- Income tax return filed up to assessment year 2020-21. Assessments completed up to assessment year 2018-19. Appeals filed by the Corporation is pending before Commissioner (Appeals) for the assessment years 2006-07, 2012-13,2013-14, 2014-15 ,2015-16 ,2016-17 ,2017-18 and 2018-19 and High court for the Assessment years 2006-07, 2008-09, 2009-10, 2010-11 and 2011-12. From the assessment year 1997-98, based on change in Income Tax Act, the Corporation has decided to adopt cash system of accounting for the purpose of income tax. Provision for income tax from the assessment year 1997-98 has been made based on income arrived at as per cash system of accounting.

#### Taxes under dispute

Rs. in Lakhs

Particulars	Forum where dispute is pending	Amount
Income Tax AY 2006-07	CIT(Appeal)	124.71
Income Tax AY 2006-07	High Court	174.27
Income Tax AY 2008-09	High Court	8.38
Income Tax AY2009-10	High Court	11.93
Income Tax AY 2010-11	High Court	10.14
Income Tax AY 2011-12	High Court	9.99
Income Tax AY 2012-13	CIT(Appeal)	9.84
Income Tax AY 2013-14	CIT(Appeal)	10.33
Income Tax AY 2014-15	CIT(Appeal)	16.18
Income Tax AY 2015-16	CIT(Appeal)	13.09
Income Tax AY 2016-17	CIT(Appeal)	15.81
Income Tax AY 2017-18	CIT(Appeal)	17.94
Income Tax AY 2018-19	CIT(Appeal)	76.44
<b>Sub Total</b>		499.06
Service Tax		200.00
<b>Total</b>		699.06

Sales tax: Assessments have been completed up to the year 2001-02. Assessments are not yet completed for the year 2002-03 and 2003-04.

The Common Wealth Trust, Kozhikode (Acquisition and Transfer of Undertaking) Act, 2012 is an Act passed by the State Legislature for acquisition of the assets and liabilities of Comtrust and assigning the same in favour of KSIDC. However , KSIDC has not taken the acquisition of the

## KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

assets and liabilities in view of the pending litigation before the Honourable High Court. The aforesaid Act is yet to be notified by the Government pending preparation of rules under the Act. Further Government is yet to appoint Commissioner of payments for settling the liabilities. In view of the above there is no contingent liabilities on KSIDC and there for no disclosure required for the contingent liability also refer note no 11 Even though ,KSIDC could not take over the assets of Commonwealth Trust (India) Limited, the liability on takeover of the land by Government /KSIDC was estimated at Rs 50 crores. The preliminary assessment made by KSIDC is only for reporting to Government on likely liabilities on available information. Since the substantial part of the land was already sold by the original owner, therefore the very essence of the ACT itself is defeated and it would be unlikely to implement the same.

### Note 34: Segment Reporting

Rs. in Lakhs

Particulars	31.03.2021	31.03.2020
Total Income from Term Lending	3,003.01	2,191.79
Dividend Income from Investments	1,121.45	1,804.37
<b>Total</b>	<b>4,124.46</b>	<b>3,996.16</b>

### Note 35 : Related Party Disclosures:

The company/s related parties principally consist of joint ventures, associated and their subsidiaries. Payments to Key managerial personnel is also disclosed in the related party disclosure

Rs. in lakhs

As on 31-3-2021

	Percentage of Holding account	Share investment	Loan Current balance
INKEL KSIDC PROJECTS LTD.	26%	278.63	Nil
KERALA GAIL GAS LTD	50%	0.50	1.10
OEN India Ltd	25%	9.34	536.88
Nitta Gelatin	31.53%	1364.07	257.38
Coconics Private Limited	23%	230.00	
Kuttiyadi Coconut Industrial Park Ltd.		2.50	86.06\
<b>Key Managerial Personnel</b>	<b>Capacity</b>	<b>Nature of transaction</b>	<b>Amount Rs in Lakhs</b>
M G Rajamanickam IAS	Managing Director	Salaries & Allowances	11.04
Suresh Kumar K	DGM & CS	Salaries & Allowances	18.54

### Note 36: Fair Value Measurement

In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques, as summarised below:

Level 1 financial instruments - Those where the inputs used in the valuation are unadjusted quoted prices from active markets for identical assets or liabilities that the Company has access to at the measurement

date. The Company considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available on the balance sheet date.

Level 2 financial instruments - Those where the inputs that are used for valuation and are significant, are derived from directly or indirectly observable market data available over the entire period of the instrument's life. Such inputs include quoted prices for similar assets or liabilities in active markets, quoted prices for identical instruments in inactive markets and observable inputs other than quoted prices such as interest rates and yield curves, implied volatilities, and credit spreads. In addition, adjustments may be required for the condition or location of the asset or the extent to which it relates to items that are comparable to the valued instrument.

Level 3 financial instruments - Those that include one or more unobservable input that is significant to the measurement as whole.

Rs. in lakhs

Hierarchy of Valuation	Classification	Cost as on 31.3.2021	Fair Value as on 31.3.2021	Fair Value as on 31.3.2020
Level I financial instruments	Quoted shares	2,606.74	38,756.58	17,849.28
Level II financial instruments	Unquoted Shares for which Balance sheet available	4,950.91	6,242.24	5,581.77
Level III financial instruments	Unquoted Shares for which Balance sheet not available from 2014	782.26	-	-
Level III financial instruments	Companies under Liquidation	84.60	-	-
Level III financial instruments	Companies with JV	1,645.65	1,645.69	1,691.94
Level III financial instruments	Companies with Associates	239.34	239.34	9.34

### Note 37: Capital Management

Regulatory capital consists of Tier I capital, which comprises of share capital, statutory reserve, retained earnings including current year profit. Tier II capital comprises of provision on loans that are not credit-impaired. There were no changes in the capital management process during the periods presented.

Rs in lakhs

Particulars	31.03.2021	31.03.2020
Tier I capital	53,520.33	54,095.00
Tier II capital	1,051.20	399.00
Total Capital	54,571.53	54,494.00
Amount of subordinated debt raised as Tier-II Capital	-	-
Amount raised by issue of Perpetual Debt Instrument	-	-
Risk weighted assets	58,051.35	58,887.08
CRAR %	94%	93%



**KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.**

KSIDC has not provided any loans and advances against securities/shares, pledge or otherwise, and hence Exposure to Capital Market is not applicable

**Concentration of Advances, Exposures and NPAs**

Concentration of Advances

Rs in lakhs

<b>Particulars</b>	<b>2020-21</b>
Total advances to twenty largest borrowers	35,897.16
Percentage of advances to twenty largest borrowers to Total Advances of the Corporation	80%

Concentration of Exposures

<b>Particulars</b>	<b>2020-21</b>
Total exposure to twenty largest borrowers	
Percentage of exposure to twenty largest borrowers to Total exposure of the Corporation	

Concentration of NPAs

Rs in lakhs

<b>Particulars</b>	<b>2020-21</b>
Total exposure to top four NPA accounts	4,821.05

**Sector wise NPA as on 31.03.2021**

Rs in lakhs

<b>Particulars</b>	<b>%</b>	<b>No. of accounts</b>	<b>Outstanding Principal</b>
Hospitality	40.47%	6	8,391.56
Manufacturing - Construction materials	10.90%	4	2,260.71
Textiles	6.58%	4	1,364.41
Packing	5.71%	1	1,185.00
Service	5.29%	3	1,096.63
Pharmaceuticals	4.71%	1	977.41
Food	4.68%	5	970.18
Iron & Steel	4.62%	2	957.84
Glass	3.50%	1	725.00
Paper	2.59%	3	536.30
Gold	2.32%	1	481.70
Health	2.15%	3	445.23
Coir	1.67%	1	347.18
Chemicals	1.64%	5	339.98
Petroleum & Petrochemicals	1.54%	2	319.69
Electronics	1.12%	2	232.23
Light Engineering	0.31%	1	64.08
Auto Mobile	0.20%	1	40.80
Media	0.00%	1	0.03
<b>Total</b>	<b>100 %</b>	<b>47</b>	<b>20,735.98</b>

## KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

### NPA position

Particulars	31-03-2021		31-03-2020	
	Rs. in lakhs	No. of units	Rs. in lakhs	No. of units
Total loan outstanding	62,696.42	94	37,539.01	92
Standard assets	41,960.44	46	18,009.63	33
Substandard assets	5,045.75	7	2,959.86	12
D1 assets	3,467.46	5	3,811.42	9
D2 assets	1,426.10	4	890.87	1
D3 assets	10,538.40	27	11,552.84	31
Loss assets	258.28	5	314.39	6
Loan classified as NPA	20,735.98	48	19,529.37	59
Gross NPA	33.07%		52.02%	
Net NPA	10.06%		13.32%	

### NPA movements

Particulars	As on 31.03.2020		As on 31.03.2021		No. of accounts
	Balance	Provision	Balance	Provision	
New Additions	-	-	21,504.28	591.37	14
Upgradations to Standard	866.05	86.61	983.66	27.05	4
Degradations to Substandard	195.49	5.38	3,681.87	368.19	3
Degradations from Substandard to D1	1,151.62	115.16	1,151.62	1,151.62	3
Standard to Closed accounts	822.26	22.61	-	-	2
Closed from Substandard category	54.30	5.43	-	-	1
Accounts Closed from					
Doubtful & Loss assets	1,893.74	1,893.74	(0.01)	-	9
Degradations from D1 to D2	1,426.51	1,426.51	1,426.10	1,426.10	4
Degradations from D2 to D3	890.87	890.87	890.87	890.87	1
SMA	3,607.72	279.60	3,757.66	291.22	2
Standard to standard	13,384.17	368.06	15,714.85	432.16	27
Substandard to Substandard	887.68	88.77	1,363.88	136.39	5
D1 to D1	2,315.85	2,315.85	2,315.85	2,315.85	2
D3 to D3	9,784.27	9,784.27	9,647.53	9,647.53	26
Loss asset to Loss asset	258.28	258.28	258.28	258.28	5
<b>Total</b>	<b>37,538.80</b>	<b>17,541.13</b>	<b>62,696.43</b>	<b>17,536.60</b>	

### **Note 38: Overseas Assets**

The company does not have any joint ventures or subsidiaries abroad

### **Note 39: Customer Complaints**

Particulars	31.03.2021	31.03.2020
(a) No. of complaints pending at the beginning of the year	Nil	Nil
(b) No. of complaints received during the year	Nil	Nil
(c) No. of complaints redressed during the year	Nil	Nil
(d) No. of complaints pending at the end of the year	Nil	Nil

**Note 40: Miscellaneous****(i) Registration obtained from other financial sector regulators**

<b>Regulator</b>	<b>Registration No.</b>
Reserve Bank of India Ministry of Corporate Affairs  Ministry of Finance (Financial Intelligence Unit - India (FIU-IND)) PAN NO GST NO Crif High Mark Equifax CIBIL Experian	Certificate of Registration No.16.00028. CIN: U45309KL1961SGC001937 LEI : 335800E5XI1OBSPIXG73 FIUREID: FINBF05861  AAACK9434D 32AAACK9434D1ZV NBF0002750 032FP04100 NB6711 NBFKSI5385

**(ii) Disclosure of Penalties imposed by RBI and other regulators**

No penalties imposed by RBI and other regulators

**(iii) Ratings assigned by credit rating agencies**

<b>Credit rating Agency</b>	<b>Type of Facility</b>	<b>Rs. in lakhs</b>	<b>Rating</b>
Acuité Ratings & Research Limited	Term Loan	19,000.00	ACUITE A-/ Stable

**(iv) Frauds**

During the year no frauds were committed by the employees of the Corporation. No fraud occurred in the case of Loans and advances

**Note 41: Maturity analysis of assets and liabilities**

The table below provides details regarding the contractual maturities of significant financial assets and liabilities as on 31st March 2021. For Loans and advances to customers, maturity analysis is based on expected repayment behaviour.

Rs in lakhs											
Particulars	0 to 7 days	8 to 14 days	Over 14 days to one month	Over one month to 2 months	Over 2 months to 3 months	Over 3 Months upto 6 months	Over 6 Months upto 1 year	Over 1 year up to 3 years	Over 3 years up to 5 years	Over 5 years	Total
Borrowings	-	-	21.00	37.95	37.95	113.85	227.69	904.00	918.00	-	2,260.44
Advances	94.06	36.46	295.58	299.97	941.80	2,159.42	3,982.28	14,115.95	11,966.44	28,804.45	62,696.41
Investments	-	-	-	-	-	-	-	-	-	10,561.74	10,561.74

**Note 42: Details of resolution plan implemented under the resolution framework for COVID-19 related stress as per RBI circular dated August 6, 2020 are given below:**

Type of borrower	Number of accounts where resolution plan has been implemented under this window (A)	Exposure to accounts mentioned at before implementation of the plan	Increase in provisions on account of the implementation of the resolution plan
Personal Loans	-	-	-
Corporate Persons	-	-	-
Of which MSMEs	-	-	-
Others	-	-	-
<b>Total</b>	-	-	-

**Note 43: Disclosure pursuant to Reserve Bank of India Circular DOR.No.BP.BC.63/21.04.048/2020-21 dated 17 April 2020 pertaining to Asset Classification and Provisioning in terms of COVID-19 Regulatory Package**

Particulars	2020-21
Respective amounts in SMA/overdue categories, where the moratorium/deferment was extended	-
Respective amount where asset classification benefit is extended	-
General provisions made	-
General provisions adjusted during the period against slippages and the residual provisions	-

For and on behalf of the Board

Sd/-  
Managing DirectorSd/-  
DirectorSd/-  
Chief Financial OfficerThiruvananthapuram  
22-01-2022

Sd/-  
Company Secretary  
Annexure to our report of even date  
For **RANJIT KARTHIKEYAN ASSOCIATES**  
Chartered Accountants  
(FRN 006705 S)  
Sd/-  
CA. D. JAYAPRAKASH B.Com, FCA  
Partner (M.No. 533736)  
UDIN : 22533736ABDAIU9143



4 **Break up of investments**

Current investments

1 Quoted

i	Shares	
	(a) Equity	NIL
	(b) Preference	NIL
ii	Debentures and bonds	NIL
iii	Units of mutual funds	NIL
iv	Government Securities	NIL

2 Unquoted

i	Shares	
	(a) Equity	NIL
	(b) Preference	NIL
ii	Debentures and Bonds	NIL
iii	Units of mutual funds	NIL
iv	Government Securities	NIL
v	Others (Please Specify)	NIL

Long term investments

1 Quoted

i	Shares	
	(a) Equity	2,661.74
	(b) Preference	-
ii	Debentures and bonds	NIL
iii	Units of mutual funds	NIL
iv	Government Securities	NIL
v	Others (Please Specify)	NIL

2 Unquoted

i	Shares	
	(a) Equity	5762.77
	(b) Preference	252.20
ii	Debentures and bonds	NIL
iii	Units of mutual funds	NIL
iv	Government Securities	NIL
v	Others (Associates & Joint Venturers)	1885.03

5 **Borrower group-wise classification of assets financed as in (2) and (3) above**

Category	Amount net of provisions		
	Secured	Unsecured	Total
1 Related Parties			
a. Subsidiaries	-	-	-
b. Companies in same group			
c. Other related parties	794.26		794.26
2 Other than related parties	61902.17	-	61902.17
<b>Total</b>	<b>62696.42</b>	<b>-</b>	<b>62696.42</b>

**6 Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) :**

Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
1 Related Parties		
a. Subsidiaries		
b. Companies in same group		
c. Other related parties	1885.03	1885.03
2 Other than related parties		
<b>Total</b>	<b>1885.03</b>	<b>1885.03</b>

**7 Other Information**

	Amount
i <b>Gross Non performing assets</b>	
Related Parties	
Other than related parties	20735.98
	<b>20735.98</b>
ii <b>Net non performing assets</b>	
Related Parties	-
Other than related parties	4541.18
iii <b>Assets acquired in satisfaction of debt</b>	NIL

For and on behalf of the Board  
Sd/- Managing Director      Sd/- Director      Sd/- Chief Financial Officer

Thiruvananthapuram  
22-01-2022

Sd/-  
Company Secretary  
Annexure to our report of even date  
For RANJIT KARTHIKEYAN ASSOCIATES  
Chartered Accountants  
(FRN 006705 S)  
Sd/-  
CA. D. JAYAPRAKASH B.Com, FCA  
Partner (M.No. 533736)  
UDIN : 22533736ABDAIU9143



**Disclosure required as per RBI Notification No. DOR (NBFC), CC.PD.No.109/22.10.106/2019-20 dated March 13, 2020**

In accordance with the regulatory guidance on implementation of IND As issued by RBI on 13.03.2020, the corporation had computed provisions as per Income Recognition Asset Classification and Provisioning (IRACP) norms issued by RBI solely for comparative purposes as specified therein. A comparison between provisions required under IRACP and impairment allowance under IND As 109 is given below:

*Rs. in lakhs*  
*As at 31st 2021*

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7)=(4)-(6)
Performing Assets						
Standard	Stage 1	41,054.71	1,316.89	39,737.83	352.10	964.79
	Stage 2	905.73	24.91	880.82	3.62	21.28
Subtotal		<b>41,960.44</b>	<b>1,341.80</b>	<b>40,618.65</b>	<b>355.72</b>	<b>986.07</b>
<b>Non-Performing Assets (NPA)</b>						
Sub-standard	Stage 3	5,045.75	504.58	4,541.18	504.58	-
Doubtful - up to 1 year	Stage 3	3,467.46	3,467.46	-	693.49	2,773.97
1 to 3 years	Stage 3	1,426.10	1,426.10	-	427.83	998.27
More than 3 years	Stage 3	10,538.40	10,538.40	-	5,269.20	5,269.20
Subtotal for doubtful		15,431.95	15,431.95	-	6,390.52	9,041.43
Loss	Stage 3	1258.28	258.28	-	258.28	
<b>Subtotal for NPA</b>		<b>20,735.98</b>	<b>16,194.81</b>	<b>4,541.18</b>	<b>7,153.37</b>	<b>9,041.43</b>
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
<b>Subtotal</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>Stage 1</b>	<b>41,054.71</b>	<b>1,316.89</b>	<b>39,737.83</b>	<b>352.10</b>	<b>964.79</b>
	<b>Stage 2</b>	<b>905.73</b>	<b>24.91</b>	<b>880.82</b>	<b>3.62</b>	<b>21.28</b>
	<b>Stage 3</b>	<b>20,735.98</b>	<b>16,194.81</b>	<b>4,541.18</b>	<b>7,153.37</b>	<b>9,041.43</b>
	<b>Total</b>	<b>62,696.42</b>	<b>17,536.60</b>	<b>45,159.82</b>	<b>7,509.10</b>	<b>10,027.50</b>

Rs. in lakhs  
As at 31st 2020

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7)=(4)-(6)
Performing Assets						
Standard	Stage 1	18,009.64	682.20	17,327.44	252.42	429.78
Subtotal	Stage 2	-	-	-	-	-
		<b>18,009.64</b>	<b>682.20</b>	<b>17,327.44</b>	<b>252.42</b>	<b>429.78</b>
<b>Non-Performing Assets (NPA)</b>						
Sub-standard	Stage 3	2,959.86	311.84	2,648.02	295.99	15.85
Doubtful - up to 1 year	Stage 3	3,811.42	3,811.42	-	762.28	3,049.14
1 to 3 years	Stage 3	890.87	890.87	-	267.26	623.61
More than 3 years	Stage 3	11,552.84	11,552.84	-	5,776.42	5,776.42
Subtotal for doubtful		16,255.13	16,255.13	-	6,805.96	9,449.17
Loss	Stage 3	314.39	314.39	-	314.39	0.00
		<b>19,529.38</b>	<b>16,881.36</b>	<b>2,648.02</b>	<b>7,416.34</b>	<b>9,465.02</b>
<b>Subtotal for NPA</b>						
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
<b>Subtotal</b>		-	-	-	-	-
<b>Total</b>	<b>Stage 1</b>	<b>18,009.64</b>	<b>682.20</b>	<b>17,327.44</b>	<b>252.42</b>	<b>429.78</b>
	<b>Stage 2</b>					
	<b>Stage 3</b>	<b>19,529.38</b>	<b>16,881.36</b>	<b>2,648.02</b>	<b>7,416.34</b>	<b>9,465.02</b>
	<b>Total</b>	<b>37,539.01</b>	<b>17,563.56</b>	<b>19,975.46</b>	<b>7,668.76</b>	<b>9,894.80</b>

## KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

CIN: U45309KL1961SGC001937

## CONSOLIDATED BALANCE SHEET AS AT 31-03-2021

Rs. in lakhs

Particulars	Notes	As at 31.03.2021	As at 31.03.2020	As at 01.04.2019
<b>I ASSETS</b>			Restated	Restated
<b>1 Financial Assets</b>				
a Cash and cash equivalents	2	5,809.22	17,259.08	9,819.22
b Bank balances other than (a) above	3	2,520.52	8,286.66	11,555.51
c Receivables	4			
(i) Trade Receivables		331.25	242.26	226.45
(ii) Other Receivables		-	1.49	1.56
d Loans	5	44,986.56	20,203.98	21,234.24
e Investments	6	53,926.32	32,089.31	50,190.44
f Other financial assets	7	508.44	1,026.24	1,616.65
<b>Sub-Total</b>		<b>1,08,082.32</b>	<b>79,109.02</b>	<b>94,644.07</b>
<b>2 Non Financial Assets</b>				
a Inventories				
b Current tax assets (net)	8	2,194.16	2,422.74	1,770.41
c Deferred Tax Assets (net)				
d Property Plant & Equipment	9	327.74	335.29	351.92
e Capital work in progress	10	135.54	135.54	135.54
f Other intangible Assets	9	0.87	2.61	8.01
g Other non financial assets	11	355.21	649.81	74.32
<b>Sub-Total</b>		<b>3,013.52</b>	<b>3,545.99</b>	<b>2,340.20</b>
<b>TOTAL ASSETS</b>		<b>1,11,095.84</b>	<b>82,655.01</b>	<b>96,984.27</b>
<b>II EQUITY AND LIABILITIES</b>				
<b>1 Financial liabilities</b>				
a) Derivative financial instruments				
b) Payables	12			
(i) Trade Payable		-	-	-
(a) total outstanding to MSME				
(b) total outstanding to other creditors		115.86	32.06	58.61
(ii) Other Payable				
(a) total outstanding to MSME		93.65	103.43	101.56
(b) total outstanding to other creditors				
c Borrowings (other than debt securities)	13	1,212.16	-	-
d Other financial liabilities	14	2,254.50	-	-
<b>Sub-Total</b>		<b>3,676.17</b>	<b>135.49</b>	<b>160.17</b>
<b>2 Non Financial liabilities</b>				
a Provisions	15	2,139.23	2,744.91	1,452.22
b Deferred tax liabilities (net)	16	14,302.01	8,227.02	15,231.15
c Other non financial liabilities	17	3,011.14	1,182.64	1,860.79
<b>Sub Total</b>		<b>19,452.39</b>	<b>12,154.57</b>	<b>18,544.16</b>
<b>EQUITY</b>				
a Equity share capital	18	30,124.35	30,124.35	30,124.35
b Other equity	19	57,842.93	40,240.61	48,155.59
<b>Sub-Total</b>		<b>87,967.28</b>	<b>70,364.96</b>	<b>78,279.94</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>1,11,095.84</b>	<b>82,655.01</b>	<b>96,984.27</b>
Summary of Significant Accounting Policies	1			

The accompanying notes are integral part of the financial statements

For and on behalf of the Board

Sd/- Sd/- Sd/-  
Managing Director Director Chief Financial Officer

Thiruvananthapuram  
22-01-2022

Sd/-  
Company Secretary  
Annexure to our report of even date  
For RANJIT KARTHIKEYAN ASSOCIATES  
Chartered Accountants  
(FRN 006705 S)  
Sd/-  
CA. D. JAYAPRAKASH B.Com, FCA  
Partner (M.No. 533736)  
UDIN : 22533736ABDAIU9143

KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

CIN: U45309KL1961SGC001937

**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2021** Rs. in lakhs

			For the Year ended 31-3-2021	For the Year ended 31-3-2020
	Particulars	Notes		
I	<b>Revenue from Operations</b>			
i	Interest Income	20	3,003.01	2,191.79
ii	Dividend Income	21	1,121.45	1,804.37
iii	Rental Income		-	-
iv	Fee and commission Income		-	-
v	Net gain on fair value change		-	-
vi	Net gain on derecognition of financial instruments under amortised cost	27	25.41	89.95
vii	Others	22	325.64	-
	<b>Total Revenue from Operation</b>		<b>4,475.51</b>	<b>4,086.12</b>
II	Other Income	23	917.78	1,735.05
III	<b>Total Income ( I + II )</b>		<b>5,393.29</b>	<b>5,821.17</b>
IV	<b>Expenses</b>			
i	Finance Cost	24	3.72	-
ii	Fee and commission Expenses		-	-
iii	Net loss on fair value changes		-	-
iv	Net loss on derecognition of financial instruments under amortised cost	27	150.22	10.50
v	Impairment of financial instrument	28	68.66	159.84
vi	Employee Benefit Expenses	25	1,070.53	1,071.49
vii	Depreciation, amortization and impairment	26	29.73	35.95
viii	Other Expenses	29	754.11	376.38
	<b>Total Expenses (IV)</b>		<b>2,076.98</b>	<b>1,654.16</b>
V	<b>Profit before exceptional items and tax (III-IV)</b>		<b>3,316.31</b>	<b>4,167.00</b>
VI	Exemptional Items	30	-	-
VII	<b>Profit before Tax (V-VI)</b>		<b>3,316.31</b>	<b>4,167.00</b>
VIII	Tax expense:			
	1) Current Tax	31	907.42	939.54
	2) Deferred Tax	16	(140.67)	(728.14)
	<b>Total Tax Expenses</b>		<b>766.75</b>	<b>211.40</b>
IX	<b>Profit (Loss) for the year from continuing operations (VII-VIII)</b>		<b>2,549.56</b>	<b>3,955.61</b>
	<b>Share of Profit (loss ) from Associates &amp; Joint venture</b>			
	Share of Profit (loss ) from Associates		327.24	182.57
	Share of Profit (loss ) from Joint venture		818.13	275.00
	<b>Profit (loss) for the year</b>		<b>3,694.93</b>	<b>4,413.18</b>
X	Other Comprehensive Income/(loss) (OCI)			
	(A) (i) Items that will not be reclassified to profit and loss			
	- Remeasurement gain/(loss) on defined benefit plan		(46.82)	(8.98)
	- Net gain/(loss) on equity instruments through OCI		21,556.00	(18,288.50)
	(ii) Income tax impact thereon		(6,263.47)	6,262.31
	(B) (i) Item that will be reclassified to profit and loss			
	(ii) Income tax impact thereon			
	<b>Share of Other Comprehensive Income/(Loss) from Associates &amp; Joint venture</b>			
	Share of Other Comprehensive Income/(Loss) from Associates		0.42	
	Share of Other Comprehensive Income/(Loss) from Joint venture		135.40	(185.44)
	<b>Total other comprehensive income/(loss), net of taxes</b>		<b>15,381.53</b>	<b>(12,220.61)</b>
XI	<b>Total Comprehensive income/(loss) for the year (IX-X)</b>		<b>19,076.47</b>	<b>(7,807.43)</b>
XII	<b>Earning per equity share</b>	32		
	(1) Basic - Continuing Operations	Rs	122.66	146.50
	(2) Diluted - Continuing Operations	Rs	122.66	146.50

The accompanying notes are integral part of the financial statements

For and on behalf of the Board  
Sd/- Managing Director      Sd/- Director      Sd/- Chief Financial Officer

Sd/-  
Company Secretary  
Annexure to our report of even date  
For RANJIT KARTHIKEYAN ASSOCIATES  
Chartered Accountants  
(FRN 006705 S)

Thiruvananthapuram  
22-01-2022

Sd/-  
CA. D. JAYAPRAKASH B.Com, FCA  
Partner (M.No. 533736)  
UDIN : 22533736ABDAIU9143

**CONSOLIDATED CASH FLOW STATEMENTS FOR THE YEAR ENDED 31.3.2021**

Rs. in Lakhs

Particulars		Year ended March 31, 2021	Year ended March 31, 2020
<b>A</b>	<b>Cash Flow from Operating Activities</b>		
	Profit Before Tax-and-extra-ordinary-items	3,316.31	4,167.00
Add:	Depreciation on Fixed Assets	29.73	35.95
	(profit)/loss on sale of fixed assets	-	-
	Net loss on derecognition of financial instruments under amortised cost	150.22	-
	Impairment of ERP	135.54	-
	Impairment of financial instrument	68.66	159.84
Less	Net gain on derecognition of financial instruments under amortised cost	25.41	89.95
	Unwinding income charged in P&L A/c	-	-
	Operating Profit before changes in Operating Assets	<b>3,675.06</b>	<b>4,272.84</b>
	Adjustment for Change in Operating Assets		
	(Increase )/Decrease in Loans & Advances	(26,192.74)	921.18
	(Increase )/Decrease in Receivables	(87.51)	(15.74)
	(Increase )/Decrease in Other Financial Assets	316.33	602.37
	(Increase )/Decrease in Current Tax	228.58	(46.27)
	(Increase )/Decrease in Other Non Financial Assets	294.60	(575.49)
	Increase /(Decrease ) in Liabilities & Provisions	(741.21)	353.16
	Increase /(Decrease ) in Payables	74.03	(24.68)
	Increase /(Decrease ) in Other Financial Liability	2,254.50	-
	Increase /(Decrease ) in Other Non financial Liability	1,828.50	(678.15)
	Changes In operating assets and liabilities	(22,024.91)	536.38
	Income Tax Paid ( Net of Refund)	898.87	606.19
	<b>Net Cash From Operating Activities</b>	<b>(19,248.72)</b>	<b>4,203.03</b>
<b>B</b>	<b>Cash Flow from Investing Activities</b>		
	Purchase of (Net of sale) of Fixed Assets	16.07	(13.91)
	Addition on Capital Work in Progress- Various Projects	-	-
	(Increase) /Decrease in Share investments	804.48	(11.96)
	<b>Cash Flow from Investing Activities</b>	<b>820.55</b>	<b>(25.87)</b>
<b>C</b>	<b>Cash Flow from Financing Activities</b>		
	Increase in Equity Capital	-	-
	Increase in Borrowings	1,212.16	-
	Dividend and Tax Thereon	-	(6.15)
	<b>Net Cash Flow from Financing Activities</b>	<b>1,212.16</b>	<b>(6.15)</b>
	<b>Net Increase in Cash &amp; Cash Equivalents</b>	<b>(17,216.01)</b>	<b>4,171.01</b>
	Cash & Cash Equivalent at the Beginning	<b>25,545.74</b>	<b>21,374.72</b>
	Cash & Cash Equivalent at the End	<b>8,329.73</b>	<b>25,545.74</b>

For and on behalf of the Board  
 Sd/- Managing Director      Sd/- Director      Sd/- Chief Financial Officer

Thiruvananthapuram  
 22-01-2022

Sd/-  
 Company Secretary  
 Annexure to our report of even date  
 For **RANJIT KARTHIKEYAN ASSOCIATES**  
*Chartered Accountants*  
 (FRN 006705 S)  
 Sd/-  
**CA. D. JAYAPRAKASH B.Com, FCA**  
 Partner (M.No. 533736)  
 UDIN : 22533736ABDAIU9143

## Consolidated Statement of Changes in Equity for the year ended 31st March 2021

## A EQUITY SHARE CAPITAL

Particulars	No of shares	Rs. in lakhs
<b>As at April 01, 2019</b>	30,12,435.00	30,124.35
Changes in Equity share capital during the year	-	
<b>As at March 31, 2020</b>	30,12,435.00	30,124.35
Changes in Equity share capital during the year		
<b>As at March 31, 2021</b>	30,12,435.00	30,124.35

## B Other Equity

Particulars	Reserves and Surplus				Other Comprehensive Income				Total
	Statutory Reserves u/s 45 IC of RBI Act	Capital Reserve	Special Reserve u/s 36(i) (viii) of IT Act	Provision for bad and Doubtful debts u/s 36 1(viia) of IT Act	Retained Earnings	Debt instruments through OCI	Equity Instruments through OCI	Other items of OCI	
<b>Balance as at 01st April 2019</b>	676.19	4,952.61	9,342.88	610.46	30,434.87	-	-	-	46,017.01
Changes in accounting policy/ Prior period errors					2,138.58				2,138.58
Restated balance at the beginning of the reporting period	676.19	4,952.61	9,342.88	610.46	32,573.45	-	-	-	48,155.59
Total Comprehensive Income for the year					(7,807.43)				(7,807.43)
Addition during the year									-
Dividends					6.15				6.15
Transfer to/from retained earnings	791.12		220.07	153.64	(1,164.83)				-
Any other changes( Bad debt write off)				101.40					101.40
<b>Balance as at 31st March 2020</b>	1,467.31	4,952.61	9,562.95	662.70	23,595.04	-	-	-	40,240.61
<b>Balance as at 01st April 2020</b>	1,467.31	4,952.61	9,562.95	662.69	23,595.04	-	-	-	40,240.60
Changes in accounting policy/ Prior period errors									-
Restated balance at the beginning of the reporting period	1,467.31	4,952.61	9,562.95	662.69	23,595.04	-	-	-	40,240.60
Total Comprehensive Income for the year					19,076.47				19,076.47
Addition during the year		(337.40)							(337.40)
Dividends									
Transfer to/from retained earnings	509.91		428.02	148.39	(1,086.31)				-
Any other changes( Bad debt write off)			325.64	811.08					1,136.72
<b>Balance as at 31st March 2021</b>	1,977.22	4,615.20	9,665.33	-	41,585.19	-	-	-	57,842.93

In compliance of MCA notifications applicable for NBFCs, KSIDC has adopted the IND AS for preparation of Financial Statements first time in 2018-19 with recasted Balance Sheet for 2017-18. Before introducing IND AS, the diminution in value of investments was recognized based on erosion in the net worth of investee companies and accordingly necessary provisions were created. In the first time adoption of IND AS, as per the IND AS 109, comparison of investment cost and fair value of investment is determined and the difference in value is accounted through Other Comprehensive Income (OCI) with corresponding changes in the value of Investments under Investments and Other equity. As per the CAG comments, while the first time adoption of IND AS on 01.04.2017, the provision already created should have been reversed and added back to "Other Equity". Hence Corporation make necessary changes by reversing the provisions created before 01.4.2017 in the Balance Sheet of 2020-21 by restating the opening balances as on 01.04.2019 in compliance of IND AS 8, reporting of changes in prior period items

An amount of Rs 325.64 lakhs was drawn from Special Reserve u/s 36(i)(viii) of IT Act to offset the short fall in bad debts written off on account of OTS approved by the Board of Kapico Kerala Resorts, Sahyadri Ferro Steels India P Ltd, Cyber Prism and Hotel Tek to the extend of Rs 1136.72 lakhs as the provision for Bad and doubtful debts u/s 36 1(viia) is having a balance of Rs 811.08 lakhs only

## **NOTES FORMING INTEGRAL PART OF CONSOLIDATED FINANCIAL STATEMENTS**

### **1 Corporate Information**

Kerala State Industrial Development Corporation Limited is a company incorporated in India under the provisions of the Companies' Act, 1956. Formed in 1961 with the objective of promoting, stimulating, financing and facilitating the development of large and medium scale industries in Kerala, KSIDC acts as a promotional agency involved in catalysing the development of physical and social infrastructure required for constant growth of industry in the State. KSIDC also acts as a nodal agency for implementation of various projects of Government of Kerala. It is a Public Financial Institution within the meaning of Sec 2 clause 72 of the Companies Act, 2013. KSIDC is also registered as a Non-Banking Financial Company (non deposit taking) under Sec 45-IA of the RBI Act, 1934 with Registration no.16.00028. The company's registered office is at Keston Road, Kowdiar, Thiruvananthapuram and the regional office is located at Choice Towers, Manorama Junction, Kochi

### **1.1 SIGNIFICANT ACCOUNTING POLICIES**

#### **a Statement of Compliance**

The consolidated financial statements are prepared in accordance with Indian Accounting Standard (referred as "Ind AS") as notified under Section 133 of the Companies Act 2013 read with Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time).

The accounting policies are applied consistently to all the periods presented in the financial statements

#### **b Basis of Preparation and presentation of consolidated financial statements**

Preparation and presentation of consolidated financials statements has been done as per the format prescribed under Division III of schedule III of Companies Act, 2013, for Non-Banking Financial Companies (NBFC) that required to comply with Ind AS. However, previous year figures are



regrouped and recasted, wherever necessary. These consolidated financial statements have been prepared on historical cost basis, except for certain financial instruments which are measured at fair value or amortised cost at the end of each reporting period, as explained in the accounting policies below. All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs in compliance with Schedule III of the Act, unless otherwise stated.

The Consolidated Financial statements comprise the financial statement of company and its controlled structured entities (collectively known as 'the Group') as at 31 March 2021. The Group consolidates an entity when it controls it. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Generally, there is a presumption that a majority of voting rights results in control. To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

The contractual arrangement with the other vote holders of the investee-

Rights arising from other contractual arrangements

The Group's voting rights and potential voting rights-

The size of the Group's holding of voting rights relative to the size and dispersion of the holdings of the other voting rights holders

Consolidated financial statement is prepared on equity basis. Carrying cost of investment is computed based on percentage of accumulated profit and the difference between the carrying amount and investment is classified under capital reserves. Current year profit of associates and joint venture are routed through profit and loss account and through other comprehensive income or loss respectively. Financial statements of Kuttiyadi Coconut Industrial Park Ltd is not available hence not considered for consolidation. KGGL is under the process of liquidation and hence not considered for consolidation.

#### **c Use of estimates**

The preparation of consolidated financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities and the disclosure of contingent assets and liabilities, at the date of this financial statement and the reported amounts of revenues and expenses for the year presented. Actual results may differ from these estimates. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

#### **d Property, plant and equipment**

On adoption to Ind As, the Corporation had applied for the one time transition exemption of considering the carrying cost on the transition date i.e. April 1, 2017 as the deemed cost as permitted by Ind AS 101 'First time adoption of Indian Accounting Standards'. Property, plant and equipment are stated at cost of acquisition less accumulated depreciation less accumulated impairment, if any. The total cost of assets comprises its purchase price, freight, duties, taxes and any other incidental expenses directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management. Subsequent expenditure

related to an item of tangible asset are added to its gross value only if it increases the future benefits of the existing asset and cost can be measured reliably. Other repairs and maintenance costs are expensed off as and when incurred

**Depreciation methods, estimated useful lives and residual value**

Depreciation on fixed assets is charged at the rates prescribed under Schedule II of the Companies Act 2013. Prorata depreciation has been charges in respect of assets acquired/ disposed off during the year.

Depreciation is calculated on WDV method.

Useful life considered for calculation of depreciation for various assets class are as follows-

Asset Class	Useful Life
Buildings	60Years
Electrical Fittings	10 Years
Furniture & Fittings	10 Years
Water Tank& Pump Set	10 Years
Office Equipments	5 Years
Computer	3 Years
Solar Based power Systems	15 Years
Intangibles	3 Years
Motor Car & Cycles	8 Years

Fully depreciated assets still in use are retained in financial Statements at residual value. The useful lives are reviewed at least at each year end. Change in expected useful lives are treated as change in accounting estimates. Depreciation is not recorded on capital work in progress until construction and installation are complete and the asset is ready for its intended use.

**e Other intangible assets**

Intangible assets acquired separately are measured on initial recognition at cost. The cost of an intangible asset comprises its purchase price and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates. Intangible assets purchased are measured at cost less accumulated amortisation and accumulated impairment if any. Amortisation is provided on a straight line basis over estimated useful lives of the intangible assets

**f** Impairment, if any, in the value of fixed assets will be provided for in the year in which it is reckoned.

**g Financial instruments**

**(i) Classification, initial recognition and measurement**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Initially, a financial instrument is recognised at its fair value. Transaction cost directly attributable to the acquisition or issue of financial instruments

are recognised in determining the carrying amount, if it is not classified as at fair value through profit or loss. Subsequently, financial instruments are measured according to the category in which they are classified. Financial instruments are recognised on the balance sheet when the Company becomes a party to the contractual provisions of the instrument. Financial assets other than equity instruments are classified into categories: financial assets at fair value through profit or loss and at amortised cost. Financial assets that are equity instruments are classified as fair value through profit or loss or fair value through other comprehensive income. Financial liabilities are classified into financial liabilities at fair value through profit or loss and other financial liabilities

**Financial assets at amortised cost:** Financial assets having contractual terms that give rise on specified date to cash flows that are solely payments of principal and interest on the principal outstanding and that are held within a business model whose objective is to hold such assets in order to collect such contractual cash flows are classified in this category. Subsequently, these are measured at amortised cost using the effective interest method less any impairment losses

**Fair value through other comprehensive income:** Financial assets having contractual terms that give rise on specified date to cash flows that are solely payments of principal and interest on the principal outstanding and that are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets are classified in this category. These include financial assets that are equity instruments and are designated as such upon initial recognition irrevocably. Subsequently, these are measured at fair value and changes therein are recognised directly in other comprehensive income. Dividends from these equity investments are recognised in the statement of Profit or Loss when the right to receive payment has been established.

**Financial assets at fair value through profit and loss:** Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in profit and loss

**Financial liabilities at fair value through profit or loss:** These are measured at fair value with changes in fair value recognised in the statement of Profit or Loss

**Other financial liabilities:** These are measured at carrying cost

**ii) Determination of fair value**

- a) For Quoted Shares : Closing share price as disclosed in the depository statement is considered
- b) Valuation of Unquoted shares recorded on the weighted average (2:1:1) of values arrived at the following three methods: (i) Net worth based on percentage of share holding
- (ii) Profit (rate equivalent to lowest Interest band) capitalisation method and
- (iii) Three years average future profits method (Trend analysis)

**iii) Derecognition of financial assets and financial liabilities:**

The company derecognises a financial asset only when the contractual rights to the cash flows from the asset expires or it transfers the financial assets and substantially all the risks and rewards of ownership of the asset to another entity. If the company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the company recognises its retained interest in the asset as an associated liability for amounts it may have to pay. If the company retains substantially all the risks and rewards of ownership of a transferred financial

asset, the company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received. Financial liabilities are derecognised when these are extinguished, that is when the obligation is discharged, cancelled or has expired

**iv) Impairment of financial assets**

The company recognises a loss allowance for expected credit losses on a financial asset that is at amortised cost. Loss allowance in respect of financial assets is measured at an amount equal to life time expected credit losses and is calculated as the difference between their carrying amount and the present value of the expected future cash flows discounted at the original effective interest rate

The Company applies expected credit loss (ECL) model in accordance with Ind AS 109 for recognising impairment loss on financial assets. The ECL allowance is based on the credit losses expected to arise over the life of the asset (the lifetime expected credit loss), unless there has been no significant increase in credit risk since origination, in which case, the allowance is based on the 12 months' expected credit loss. Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is the portion of Lifetime ECL that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date. Both Lifetime ECLs and 12-month ECLs are calculated on either an individual basis or a collective basis, depending on the nature of the underlying portfolio of financial instruments. The Company has grouped its loan portfolio into Term Loan, Working capital loan, Corporate Loan and short term loan. The Company has established a policy to perform an assessment, at the end of each reporting period, of whether a financial instrument's credit risk has increased significantly since initial recognition, by considering the change in the risk of default occurring over the remaining life of the financial instrument. The Company does the assessment of significant increase in credit risk at a borrower level. If a borrower has various facilities having different past due status, then the highest days past due (DPD) is considered to be applicable for all the facilities of that borrower. Based on the above, the Company categorises its loans into Stage 1, Stage 2 and Stage 3 as described below:

**Stage 1**

All exposures where there has not been a significant increase in credit risk since initial recognition or that has low credit risk at the reporting date and that are not credit impaired upon origination are classified under this stage. The company classifies all standard advances and advances up to 30 days default under this category. Stage 1 loans also include facilities where the credit risk has improved and the loan has been reclassified from Stage 2.

**Stage 2**

All exposures where there has been a significant increase in credit risk since initial recognition but are not credit impaired are classified under this stage. 30 Days Past Due is considered as significant increase in credit risk.

**Stage 3**

All exposures assessed as credit impaired when one or more events that have a detrimental impact on the estimated future cash flows of that asset have occurred are classified in this stage. For exposures that have become credit impaired, a lifetime ECL is recognised and interest revenue is calculated by applying the effective interest rate to the amortised cost (net of provision) rather than the gross carrying amount. 90 Days Past Due is considered as default for classifying a

financial instrument as credit impaired. If an event (for eg. any natural calamity) warrants a provision higher than as mandated under ECL methodology, the Company may classify the financial asset in Stage 3 accordingly. At each reporting date, the company assesses whether financial assets carried at amortised cost and debt financial assets carried at FVOCI are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

ECL is a product of exposure at default (EAD), probability of default (PD) and loss given by default (LGD), as outlined below:

**Probability of Default (PD)** - The Probability of Default is an estimate of the likelihood of default over a given time horizon. A default may only happen at a certain time over the assessed period, if the facility has not been previously derecognised and is still in the portfolio.

**Exposure at Default (EAD)** - The Exposure at Default is an estimate of the exposure at a future default date.

**Loss Given Default (LGD)** - The Loss Given Default is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows due and those that the Company would expect to receive, including from the realisation of any collateral. It is usually expressed as a percentage of the EAD.

**v) Off setting of financial instruments**

Financial assets and financial liabilities are off set and the net amount is reported in financial statements if there is a currently enforceable legal right to off set the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

**Accounting treatment for various Mega Projects:**

The 301st Board of KSIDC held on 27.10.2016 decided to form Special Purpose Vehicles, separately for implementing and managing the various Mega projects being implemented by the Corporation. Accordingly the Corporation had obtained expert opinion from reputed practicing Chartered Accountants and as advised, the expenditure incurred on implementation of such projects had been setoff against the budget allocations received from Government towards such projects and only the net balances recorded. As per the decision of the 300th Board meeting all expenditure incurred towards setting up and maintaining business incubators are allocated against the income generated there from and the excess expenditure over income generated claimed from the Government.

**h Investments in Joint Ventures and Associates**

Investments in Joint Ventures and Associates are measured at cost in accordance with Ind AS 27-Separate Financial Statements.

**i Government Grants**

State plan fund received from Government for any specific purpose under various projects will be net off against the expenditure incurred for the purpose, capital or revenue as the case may be. Any amount of such state plan fund pending utilization is being shown under the head various project under liabilities. State plan funds received for primary business of the Corporation i.e. granting loans and advances is accounted under other liabilities as deferred income as per IND AS 20. The amount will be recognized through Profit and loss account as and when recovery is made from the loans and advances granted to loanes. During this period Company has received Rs 22.54 Crs through state plan funds for extending top up loans under Vyavasaya Bhadratha package

**j Foreign currency transactions:**

The financial statements are presented in Indian Rupees (“INR”), which is the functional currency and presentation currency of the Company. Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

**k Cash and cash equivalents**

Cash and cash equivalents comprise the net amount of short-term, highly liquid investments that are readily convertible to known amounts of cash (short-term deposits with an original maturity of three months or less) cheques on hand and balances with banks. They are held for the purposes of meeting short-term cash commitments.

**l Provisions**

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows and the risk specific to the liability.

**m Contingent Liability:**

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision is made.

**n** Sitting fees payable to Directors are treated on cash basis.

**o Earnings per share**

The Company reports basic and diluted earnings per share in accordance with Ind AS 33 on Earnings per share. Basic EPS is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders after giving impact of dilutive potential equity shares for the year by the weighted average number of shares and dilutive potential equity shares outstanding during the year.

**p Revenue Recognition:**

Revenue (other than for those items to which Ind AS 109 Financial Instruments is applicable) is measured at fair value of the consideration received or receivable. Amounts disclosed as revenue are net of goods and services tax (‘GST’) and amounts collected on behalf of third parties. Ind AS 115 Revenue from Contracts with Customers outlines a single comprehensive model of accounting for revenue arising from contracts with customers and supersedes previous revenue recognition guidance found within Ind AS.

Ind AS 115 sets out a five - step model as outlined below :-

Step 1: Identify contract(s) with a customer: A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.



Step 2: Identify performance obligations in the contract: A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

Step 3: Determine the transaction price: The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Step 4: Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, the Company allocates the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.

Step 5: Recognise revenue when (or as) the Company satisfies a performance obligation.

**Specific policies for the Company's different source of revenue are as below**

The Corporation recognises interest income using Effective Interest Rate (EIR) on all financial assets subsequently measured at amortised cost. The calculation of the effective interest rate includes transaction costs and fees that are an integral part of the contract. Transaction costs include incremental costs that are directly attributable to the acquisition of financial asset. The Corporation recognises interest income by applying the EIR to the gross carrying amount of financial assets other than credit-impaired assets. In case of credit-impaired financial assets, the Company recognises interest income on the amortised cost net of impairment loss of financial assets at EIR. If financial asset is no longer credit-impaired, the Corporation reverts to calculating interest income on a gross basis."

Dividend on equity investments are recognised in the statement of Profit or loss when the right to receive payment has been established. Dividend from other investment is recognised on cash basis

**q Employee Benefit :**

**(i) Defined benefit plan**

**Gratuity :** The Company provides for gratuity under a defined benefit plan covering eligible employees. The gratuity plan provides a lump-sum payment to eligible employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employees' salary and the tenure of employment with the company. Liabilities of gratuity and leave encashment benefits have been determined based on actuarial valuation, as per the IND AS 19. Since it is fully funded, no long term provision is required.

**(ii) Defined Contribution plan: Provident Fund and Pension Fund:**

Provident Fund deducted from employees' salaries and a portion of the 12% employer's matching contribution are transferred every month to KSIDC Employees Provident Fund Trust which is an exempted establishment formed under Sec 17(1)(a) of the Employees Provident Fund and Miscellaneous Provisions Act, 1952. The said trust manages the funds within the provisions of the EPF Act and rules. All employees who joined after 15.11.1995 are covered under the Employees Pension Scheme 1995 and others under the (earlier) Employees Pension Scheme 1971. The employees who had joined earlier to 15.11.1995 but are not covered under the Employees Pension Scheme 1995 had approached the court for permitting them to exercise the option for pension. The court is yet to pronounce judgment on the issue. In accordance with the recent amendments in the EPF pension rules, employees who joined after 01.09.2014 and drawing a salary of more than Rs 15000/- month are not covered under the pension scheme.



Eligible employees receive benefits from provident fund, which is a defined benefit plan . Out of the 12% matching contribution made by the employer towards EPF, 8.33% (of basic salary plus DA ) subject to limits/rules as prescribed from time to time, is transferred to this Provident Fund and the balance to the Government administered pension fund. The rate at which the annual interest is payable to the beneficiaries by the trust is being administered by the Government. The Company has an obligation to make good the shortfall, if any, between the return from the investments of the trust and the notified interest rate.

**(iii) Other Employment benefits**

Company's liabilities towards compensated absences to employees are accrued on the basis of valuations, as at the Balance Sheet date.

Projected Unit Credit Actuarial Method was applied to assess the Plan liabilities owing to all forms of admissible exit and accumulation of the benefits. The estimated liabilities have been funded through SBI Life and ICICI Prudential Life in the case of leave salary and through SBI Life for Gratuity respectively. The short fall in funding, if any, is included under current liabilities.

**(iii) Remeasurement gains and losses**

Remeasurement comprising actuarial gains and losses, the effect of the asset ceiling and the return on assets related to retirement benefit plans, are recognised directly in other comprehensive income in the period in which they arise. Remeasurement recorded in other comprehensive income is not reclassified to statement of profit and loss. Actuarial gains and losses relating to long term employee benefits are recognised in the statement of Profit and loss in the period in which they arise

**(iv) Measurement date**

The measurement date of retirement plans is 31st March..

**Collateral Valuation**

To mitigate its credit risks on financial assets, the Company seeks to use collateral, where possible. The collateral comes in various forms, such as movable and immovable assets, guarantees, etc. To the extent possible, the Company uses active market data and external valuers for valuing financial assets held as collateral. In its normal course of business whenever default occurs, the Company may take possession of properties or other assets in its retail portfolio.

Receipts on loan account relating to (i) approval of One Time Settlement cases by the Board (ii) after the initiation of RR proceedings and (iii) from sale proceeds of companies taken over u/s 29 of the SFC's Act, are accounted first as principal receipts and the excess, if any, over principal as interest receipts. If the realization is not sufficient to cover the principal, the shortfall is treated as bad, even though coercive action against the loan guarantors is in force.

**r Goods and services tax paid on acquisition of assets or on incurring expenses**

Expenses and assets are recognised net of the goods and services tax except:

- i. When the tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case, the tax paid is recognised as part of the cost of acquisition of the asset or as part of the expense item, as applicable.
- ii. When receivables and payables are stated with the amount of tax included. The net amount of tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the balance sheet.

**s Income Taxes**

Income tax expense comprises current and deferred taxes. Current income taxes are determined based on taxable income and applicable tax rules. Deferred tax assets and liabilities are recognised for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases. Deferred tax assets are measured based on the tax rates that are expected to apply in the period when the asset is realised or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

**t Segment Reporting**

Operating segment is a component of an entity whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and for which discrete financial information is available. The Company's chief operating decision maker is the managing director. The company is engaged mainly in the NBFC business. Besides lending business company is also having investments in various companies. Thus, in the context of Ind AS 108-operating segments reporting have identified two reportable segment - Lending and Investments

Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment. Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on a reasonable basis have been included under "unallocated revenue /expenses / assets /liabilities", if any.

**u Leases**

On 30th March 2019, the Ministry of Corporate Affairs (MCA) has notified Ind AS 116 Leases, under Companies (Indian Accounting Standards) Amendment Rules, 2019 which is applicable with effect from 1st April, 2019. Ind AS 116 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract i.e., the lessee and the lessor. The standard requires lessees to account for all leases under a single on-balance sheet model similar to the accounting for finance leases under Ind AS 17. The standard includes two recognition exemptions for lessees – leases of 'low-value' assets (e.g., personal computers) and short-term leases (i.e., leases with a lease term of 12 months or less). At the commencement date of a lease, a lessee will recognise a liability to make lease payments (i.e., the lease liability) and an asset representing the right to use the underlying asset during the lease term (i.e., the right-of-use asset). Lessees will be required to separately recognise the interest expense on the lease liability and the depreciation expense on the right-of-use asset. As the Company does not have any material leases, the adoption of this standard is not likely to have a material impact in its Financial Statements.

**v Impact of COVID-19**

Following the global outbreak of Corona virus (COVID-19) pandemic, lock-down restrictions were imposed by the Government during the last week of the financial year ended March 31, 2020. However, as per the assessment of the management, there has been no significant impact on the operations and financial position of the Company for the year. In accordance with the regulatory package announced by RBI, the Company has offered an optional moratorium on payment of loan installments falling due between March 1, 2020 and August 31, 2020. Additionally the Corporation had also implemented the Government of Kerala backed Vyavasaya Bhadratha scheme wherein top up loans were provided to the existing clients @ 8% p.a. KSIDC had also considered one time restructuring framework issued by RBI. In the opinion of the management of the company, the impairment loss as stated in Note 5 is adequate to cover any future uncertainties on account of the above.

## KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

### Note 2 : Cash and cash equivalents

Rs. in Lakhs

Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Cash on hand	0.05	0.10	0.23
Balances with Banks			
in current accounts	675.67	584.85	2004.46
in fixed deposits (maturing within a period of three months)	5,133.50	16674.13	7814.53
Cheques on hand			
Postage & Revenue stamp			
<b>Total</b>	<b>5,809.22</b>	<b>17,259.08</b>	<b>9,819.22</b>

### Note 3: Bank balance other than cash and cash equivalents

Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Fixed deposits with banks under lien (Refer note 3.1)			
- maturing within a period of three months	194.00	-	-
- maturing after period of three months	1,319.59	12.91	-
Fixed deposits with bank (maturing after period of three months)	1,006.93	8,273.75	11,555.51
<b>Total</b>	<b>2,520.52</b>	<b>8,286.66</b>	<b>11,555.51</b>

Note 3.1 Fixed deposits with banks under lien

Fixed Deposits with bank include fixed deposits given as DSRA for borrowings Rs. 1500 lakhs (PY : NIL) and Rs. 13.59 lakhs (PY: Rs. 12.91 lakhs) as lien against FD under Court direction.

### Note 4 : Receivables

Particulars	As at 31.3.2021	As at 31.3.2020	As at 01.04.2019
<b>I Trade Receivables</b>			
a) Receivables considered good - Secured	213.16	153.28	144.57
b) Receivables considered good - Unsecured			
c) Receivables which have significant increase in credit risk	118.09	88.97	72.98
d) Receivables - credit impaired	8.21	10.50	8.90
Less : Allowance for impairment loss	8.21	10.50	
Sub Total (A)	<b>331.25</b>	<b>242.26</b>	<b>226.45</b>
<b>II Other receivables</b>			
Debts due by Directors and other officers	-	1.49	1.48
Advance to Staff	-	-	0.08
Sub Total (B)	-	1.49	1.56
<b>Total (A +B)</b>	<b>331.25</b>	<b>243.75</b>	<b>228.01</b>

Current account dues of the companies are considered in the receivables. Book value is considered as the fair value. Current account dues against the loan classified as loss is grouped in receivables that comes under credit impaired and for which impairment is provided. Secured considered good includes KCCL having the balance of Rs 157.08 lakhs (P.Y Rs 145.99 lakhs). Government has issued directions to Coir Gramam to take over the KCCL assets and liabilities and release payment to KSIDC. In response to our letter dated 02.06.2021, the Coir Department, vide letter dated 21.06.2021 has informed that they have requested the Government to allot funds to settle the dues to KSIDC and takeover of the land.

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## a) Details of Others included in Loan

Unamortised Processing Charges Interest receivable in Standard and substandard accounted as per IND AS	As on 31.3.2021	As on 31.3.2020
Total	(220.31) 50.88 (169.43)	(107.29) 335.60 228.31

b) Loans and advances includes Rs 22.54 Crs as Top up loan given to Loanees under Vyavasaya Bhadratha Package granted by Government of Kerala through Plan funds.

c) Impairment loss allowance of Rs. 175 crores include provision on account of loans granted to Kerala State Textile Corporation (Rs.12.50cr) and Vysali Pharmaceuticals Ltd (Rs.9.77 crs). Consequent to the qualification of loan accounts in the Independent Auditors Report for the year 2019-20, the management has taken critical measures to recover the dues from the above-mentioned two companies. In the case of Kerala State Textile Corporation Ltd, during the current year, on request of the management, the Principal Secretary (Industries) held a meeting and Directorate of Handloom & Textiles was directed to submit a report with regard to the repayment of KSIDC's loan dues from the proposed plan fund allocation by Govt to the Textiles Mills under Kerala State Textile Corporation. The matter is being constantly monitored and reminder letters have been forwarded to the officials concerned to ensure recovery of loans granted under Govt directions. Within the case of Vysali Pharmaceuticals Ltd, a proposal for OTS was placed before the 324th Board of KSIDC held on 18.10.2021. The Board had approved the OTS amount of Rs. 1478.90 lakhs under COVID-19 Pandemic OTS Amnesty Scheme. Since the company did not remit the OTS amount within 31.12.2021 steps have been initiated for filing before NCLT.

ECL Matrix as on 01.04.2019

Rs in lakhs

Particulars	Stage I		Stage II		Stage III			
	A	B	C	D	E	F	G	H
	No Due	1-30 days past due	31-60 days past due	61-90 days past due	91-456 days past due	More than 457-822days	More than 823 days to 1188 days	More than 1188 days
	2.75%	2.75%	2.75%	2.75%	10%	100%	100%	100%
Principal	17,119.72	1,525.24			3,452.97	2,382.87	2,174.95	11,909.15
Interest Arrear		23.92			132.44			314.39
Total Amount for which ECL to be provided	17,119.72	1,549.17	-	-	3,585.41	2,382.87	2,174.95	11,909.15
ECL	470.79	42.60	-	-	358.54	2,382.87	2,174.95	11,909.15
								314.39
								100%
								38,879.28
								156.36
								39,035.64
								17,653.29

Financial year 2019-20

Rs in lakhs

Particulars	Stage I			Stage II		Stage III		
	A	B	Spl mention account	C	D	E	F	G
	No Dues	1-30 days past due		31-60 days past due	61-90 days past due	91-456 days past due	More than 457-822days	More than 823 days to 1188 days
	2.75%	2.75%	7.75%	2.75%	2.75%	10%	100%	100%
Principal outstanding	9,522.69	4,879.23	3,607.72	-	-	2,959.86	3,811.42	890.87
Interest Arrear	-	107.09	46.47	-	-	158.58	-	-
Total Amount for which ECL to be provided	9,522.69	4,986.32	3,654.19	-	-	3,118.44	3,811.42	890.87
ECL	261.87	137.12	283.20	-	-	311.84	3,811.42	890.87
								314.39
								100%
								37,539.01
								312.15
								37,851.16
								17,563.56

Financial year 2020-21

Rs in lakhs

Particulars	Stage I			Stage II		Stage III		
	A	B	Spl mention account	C	D	E	F	G
	No Dues	1-30 days past due		31-60 days past due	61-90 days past due	91-456 days past due	More than 457-822days	More than 823 days to 1188 days
	2.75%	2.75%	7.75%	2.75%	2.75%	10%	100%	100%
Principal outstanding	35,136.43	2,160.62	3,757.66	905.73	-	5,045.75	3,467.46	1,426.10
Interest Arrear	0.00	12.92	-	9.65	-	32.15	-	-
Total Amount for which ECL to be provided	35,136.43	2,173.54	3,757.66	915.38	-	5,077.90	3,467.46	1,426.10
ECL	966.25	59.77	291.22	25.17	-	507.79	3,467.46	1,426.10
								10,538.40
								258.28
								62,696.42
								54.72
								62,751.14
								17,540.44

**Note 6.** (Rs. in lakhs)

As on 31-03-2021										As on 31-03-2020 Restated						As on 1-4-2019 Restated					
		At Fair Value									Total						Total				
		Through Other Comprehensive Income		Designated at fair Value through the profit or loss	Sub total		Total			Total			Total								
		Through Other Comprehensive Income	Through Profit or Loss	Designated at fair Value through the profit or loss	Through Other Comprehensive Income	Through Profit or Loss	Designated at fair Value through the profit or loss	Through Other Comprehensive Income	Through Profit or Loss	Designated at fair Value through the profit or loss	Through Other Comprehensive Income	Through Profit or Loss	Designated at fair Value through the profit or loss	Through Other Comprehensive Income	Through Profit or Loss	Designated at fair Value through the profit or loss	Through Other Comprehensive Income	Through Profit or Loss	Designated at fair Value through the profit or loss		
1	2	3	4	5=2+3+4	6	7=1+5+6	8	9	10	11	12=9+10+11	13	14=8+12+13	15	16	17	18	19=16+17+18	20	21=15+19+20	
Mutual Funds																					
Government securities																					
Other approved securities																					
Debt securities																					
Equity Instruments	44,998.82			44,998.82		44,998.82	23,431.05				23,431.05		23,431.05		41720		41719.6			41719.6	
Subsidiaries				-		-					-		-				0			0	
Associates				-	5,063.55	5,063.55					-	4,633.87	4,633.87				0	4451.3	4451.3		
Joint Ventures				-	3,806.95	3,806.95					-	3,109.11	3,109.11				0	3019.6	3019.55		
Others (Preference share)		57.00		57.00		57.00			1,075.12		1,075.12		1,075.12			1000.04	1000.04		1000.04		
<b>Total</b>	<b>44,998.82</b>	<b>57.00</b>	<b>-</b>	<b>45,055.82</b>	<b>8,870.51</b>	<b>53,926.32</b>	<b>23,431.05</b>	<b>1,075.12</b>	<b>-</b>	<b>24,506.17</b>	<b>7,742.98</b>	<b>32,249.15</b>	<b>0</b>	<b>41719.6</b>	<b>1000.04</b>	<b>0</b>	<b>42719.59</b>	<b>7470.85</b>	<b>50190.44</b>		
Overseas Investments																					
Investments in India	44,998.82	57.00	-	45,055.82	8,870.51	53,926.32	23,431.05	1,075.12	-	24,506.17	7,742.98	32,249.15	0	41720	1000.04	0	42719.6	7470.9	50190.4		
<b>Total</b>	<b>44,998.82</b>	<b>57.00</b>	<b>-</b>	<b>45,055.82</b>	<b>8,870.51</b>	<b>53,926.32</b>	<b>23,431.05</b>	<b>1,075.12</b>	<b>-</b>	<b>24,506.17</b>	<b>7,742.98</b>	<b>32,249.15</b>	<b>0</b>	<b>41719.6</b>	<b>1000.04</b>	<b>0</b>	<b>42719.59</b>	<b>7470.85</b>	<b>50190.44</b>		
Less: Impairment loss allowance			-	-		-		159.84			159.84		159.84								
Less Change in cost																					
<b>Total</b>	<b>44,998.82</b>	<b>57.00</b>	<b>-</b>	<b>45,055.82</b>	<b>8,870.51</b>	<b>53,926.32</b>	<b>23,431.05</b>	<b>915.28</b>	<b>-</b>	<b>24,346.33</b>	<b>7,742.98</b>	<b>32,089.31</b>	<b>0</b>	<b>41719.6</b>	<b>1000.04</b>	<b>0</b>	<b>42719.59</b>	<b>7470.85</b>	<b>50190.44</b>		

Filatex Vechukunnel Pvt Ltd has made an advance remittance of Rs 57 lakhs towards redemption of cumulative preference shares subscribed by KSIDC. However, they have not remitted the accumulated dividend on preference shares as per the terms of buyback agreement. Though KSIDC had demanded remittance of accumulated dividend to conclude the redemption, the company had requested for waiver of accumulated dividend. The request of the Company for waiver of accumulated dividend was later considered by 320th Board of KSIDC held on 28.01.2021. The Board has rejected the request of the company and accordingly KSIDC has directed the Company to remit the accumulated dividend to redeem/ transfer the preference shares which are remain in the name of KSIDC. Since KSIDC continues to hold the investment, KSIDC is not in a position to set off the advance amount received from Filatex Vechukunnel Pvt Ltd against the investments held as preference shares. The amount remitted by the company is treated as current account with Companies under Payables. KSIDC has advised the Company/promoter to remit the accumulated Dividend and redeem the Preference shares as per the terms of Buyback agreement.

Investment of Rs 0.50 Lakhs (P.Y 0.50 lakhs) being 10% share in Thiruvananthapuram International Airport Limited is not considered in valuation of investments as Government of Kerala paid the amount on behalf of KSIDC



# KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

Name of the Company	Face Value	No. of Shares	At Cost 31.03.2021	At Cost 31.03.2020 Restated	At Cost 01.04.2019 Restated	Fair value as on 31.3.2021	Fair value as on 31.3.2020	Fair value as on 01.04.2019
<b>Quoted Equity Investments</b>								
Apollo Tyres Ltd.	1.00	50,00,000.00	1,371.25	1,371.25	1,371.25	11,185.00	3,970.00	11,137.50
Accel Limited	10.00	5,824.00	0.78	0.78	0.78	0.92	0.31	0.53
BPCL (Including Bonus shares of 296293)	10.00	17,77,758.00	33.34	33.34	33.34	7,607.92	5,633.72	7,067.48
Cochin Minerals & Rutiles Ltd.		10,50,000.00	105.00	105.00	105.00	1,201.73	1,020.60	1,960.35
Eastern Treads Ltd.	10.00	6,15,000.00	61.50	61.50	61.50	338.25	103.94	264.45
Forbes & Company	10.00	30,363.00	14.80	14.80	14.80	523.63	233.52	667.15
Gokak Textiles Limited	10.00	15,181.00	9.49	9.49	9.49	3.99	1.97	2.44
Geojit BNP Paribas (including 1500000 bonus shares)	1.00	2,00,00,000.00	50.00	50.00	50.00	10,050.00	3,640.00	8,300.00
Indsil Hydropower Ltd.	10.00	10,54,166.00	63.25	63.25	63.25	121.12	88.13	653.58
IDBI Bank Ltd (incl 53520 bonus shares)	10.00	1,42,720.00	115.96	115.96	115.96	55.02	27.54	66.58
Patspin India Ltd.	10.00	24,90,000.00	249.00	249.00	249.00	118.28	59.76	257.72
Phillips Carbon Black Ltd	10.00	23,39,500.00	140.37	140.37	140.37	4,463.77	1,466.87	4,128.05
PTL Enterprises	2.00	15,00,000.00	30.00	30.00	30.00	581.25	415.50	603.75
Artemis Medicare Service Limited *	2.00	3,00,000.00	-	-	-	661.35	414.00	903.00
Rubfila International Ltd	5.00	27,36,000.00	342.00	342.00	342.00	1,626.55	640.22	1,131.34
Victory Paper & Boards Ltd	10.00	2,00,000.00	20.00	20.00	20.00	217.80	133.20	61.00
<b>Total - A</b>			<b>2,606.74</b>	<b>2,606.74</b>	<b>2,606.74</b>	<b>38,756.58</b>	<b>17,849.28</b>	<b>37,204.92</b>
<b>Unquoted Investments (Equity shares)</b>								
Balance sheet available as on 31.3.2020								
BPL Telecom Ltd. (including 138600 Bonus Shares)	10.00	1,98,000.00	5.94	5.94	5.94	-	-	-
Cheraman Financial Services	10.00	31,00,000.00	367.00	367.00	367.00	162.65	64.95	178.65
Cochin International Airport	10.00	50,00,000.00	900.00	900.00	900.00	2,739.67	2,386.78	2,002.31
Covema Filaments Ltd	10.00	12,16,800.00	121.68	121.68	121.68	-	-	-
Elasto Tapes Ltd	10.00	68,500.00	6.85	6.85	6.85	-	-	-
Excel Glasses	1.00	3,07,400.00	14.66	14.66	14.66	-	-	-
Green Land Paper Mills Ltd	10.00	2,47,500.00	24.75	24.75	24.75	41.48	73.17	56.97
Geojit Credits Ltd	2.00	1,10,00,000.00	220.00	220.00	220.00	-	4.22	-
I4 PRINTRONICS TECHPARK PRIVATE LIMITED	10.00	5,000.00	0.50	0.50	0.50	-	-	-
InKel Limited	10,000.00	6,000.00	600.00	600.00	600.00	242.80	272.35	529.05
Invest India	100.00	500.00	0.50	0.50	0.50	-	0.30	0.30
Kannur International Airport Ltd	100.00	10,00,000.00	1,000.00	1,000.00	1,000.00	285.14	460.98	460.98
Kerala Cashew Development Board	1,000.00	30,000.00	300.00	300.00	300.00	-	-	-
Kerala Enviro Infrastructure	10.00	9,99,000.00	99.90	99.90	99.90	270.24	289.44	155.71
Kerala Industrial and Technical Consultancy Organisation ( Bonus Share 1:49- 3871 Nos Bonus Shares)	1,000.00	3,950.00	0.79	0.79	0.79	-	124.46	6.20
Kerala Infrastructure Fund Management Ltd	10.00	1,17,703.00	11.77			78.81		
Meenachil Rubberwood Ltd	10.00	3,90,000.00	39.00	39.00	39.00	-	-	-
SAIL- SCL Kerala Ltd	10.00	3,03,801.00	71.52	71.52	71.52	-	-	-
State Farming Corpn. Of Kerala	1,000.00	6,100.00	61.00	61.00	61.00	126.75	126.75	118.41
Symphony TV	1,000.00	2,500.00	25.00	25.00	25.00	17.83	17.83	12.12
Thanikudam Bhagavathy Mills Ltd	10.00	1,65,000.00	16.50	16.50	16.50	1.24	-	-
Traco Cable Co. Ltd	10.00	1,00,000.00	10.00	10.00	10.00	-	-	-
TECIL Chemicals & Hydro Power Ltd (Including 91460 bonus shares)	10.00	2,96,320.00	20.49	20.49	20.49	-	-	-
Travancore Cochin Chemicals	10.00	35,18,180.00	325.91	325.91	325.91	2,275.63	1,760.54	993.94
Travancore Oxygen Ltd.	100.00	2,500.00	2.50	2.50	2.50	-	-	-
United Electrical Industries Ltd.	10.00	93,600.00	9.36	9.36	9.36	-	-	-
ULCCS IT Infrastructure (P) Ltd.	100.00	65,530.00	655.30	655.30	655.30	-	-	-
Vysali Pharmaceuticals Ltd	10.00	50,000.00	5.00	5.00	5.00	-	-	-
Western India Cottons Ltd.	10.00	3,50,000.00	35.00	35.00	35.00	-	-	-
<b>Total</b>			<b>4,950.91</b>	<b>4,939.14</b>	<b>4,939.14</b>	<b>6,242.24</b>	<b>5,581.77</b>	<b>4,514.64</b>

## KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

Balance sheet not available from 2014

ATILtd	10.00	2,50,000.00	50.00	50.00	50.00	-	-	-
ABN Granites Ltd	10.00	11,00,000.00	110.00	110.00	110.00	-	-	-
Chaya Industries	10.00	9,70,000.00	97.00	97.00	97.00	-	-	-
Hindustany Cylinders	10.00	1,36,700.00	13.67	13.67	13.67	-	-	-
Integrated Rubian Exports	10.00	3,00,000.00	30.00	30.00	30.00	-	-	-
India Middle East Broadcasting	10.00	36,30,000.00	363.00	363.00	363.00	-	-	-
Kerala Spinners	10.00	1,26,800.00	12.57	12.57	12.57	-	-	-
Kerala State Textile Corporation	100.00	25,000.00	25.00	25.00	25.00	-	-	-
Loop Mobile (Including 1400 Nos )	10.00	2,000.00	0.06	0.06	0.06	-	-	-
Bonus Shares	-	-	-	-	-	-	-	-
Manito Electronics	10.00	1,20,000.00	12.00	12.00	12.00	-	-	-
Madras Spinners (including 49950 Bonus Shares)	10.00	99,900.00	5.00	5.00	5.00	-	-	-
ProfitCore Pipes Ltd.	10.00	50,000.00	5.00	5.00	5.00	-	-	-
Pact Rubber Wood	10.00	66,000.00	6.60	6.60	6.60	-	-	-
Periyar Chemicals Ltd								
(including 19,625 Bonus Shares)	10.00	58,875.00	3.93	3.93	3.93	-	-	-
Rubberwood India	10.00	3,44,600.00	34.46	34.46	34.46	-	-	-
Travancore Titanium Products Ltd.	10.00	1,39,732.00	13.97	13.97	13.97	-	-	-
<b>Total</b>			<b>782.26</b>	<b>782.26</b>	<b>782.26</b>	-	-	-
<b>COMPANIES UNDER LIQUIDATION</b>								
BST Ltd.	10.00	5,50,000.00	55.00	55.00	55.00	-	-	-
Industrial Accumulators	100.00	7,500.00	7.50	7.50	7.50	-	-	-
Sri Sai Maharaj Pulp & Paper	100.00	14,300.00	14.30	14.30	14.30	-	-	-
Travancore Sulphates	10.00	78,000.00	7.80	7.80	7.80	-	-	-
<b>Total</b>			<b>84.60</b>	<b>84.60</b>	<b>84.60</b>	-	-	-
<b>Total B</b>			<b>5,817.77</b>	<b>5,806.00</b>	<b>5,806.00</b>	<b>6,242.24</b>	<b>5,581.77</b>	<b>4,514.64</b>
<b>Total Equity Instruments (A+B)</b>			<b>8,424.51</b>	<b>8,412.74</b>	<b>8,412.74</b>	<b>44,998.82</b>	<b>23,431.05</b>	<b>41,719.56</b>
<b>Unquoted Investments in Associates</b>	-							
Coconics Pvt Ltd	100.00	2,30,000.00	230.00		-	16.70		
OEN India Ltd (including 1181509 Nos bonus shares)	10.00	12,74,607.00	9.34	9.34	9.34	5,080.25	4,633.87	4451.3
<b>Total C</b>			<b>239.34</b>	<b>9.34</b>	<b>9.34</b>	<b>5,063.55</b>	<b>4,633.87</b>	<b>4,451.30</b>
<b>Unquoted Investments Preference</b>								
Central Travancore Specialists Hospital - 16% RCP Shares	10.00	8,62,000.00	86.20	86.20	86.20	-	-	75.28
Chaya Industries	100.00	50,000.00	50.00	50.00	50.00	-	-	42.92
Filatex Vechukunnel -	100.00	57,000.00	57.00	57.00	57.00	57.00	57.00	51.35
Kerala Sponge Iron Limited- 10% RCP Shares	100.00	59,000.00	59.00	59.00	59.00	-	-	59.00
Sree Sakthi Paper Mills Ltd	10.00	60,00,000.00	-	1,000.00	1,000.00	-	858.28	771.49
<b>Total D</b>			<b>252.20</b>	<b>1,252.20</b>	<b>1,252.20</b>	<b>57.00</b>	<b>915.28</b>	<b>1,000.04</b>
<b>Unquoted Investments Equity Shares</b>								
<b>Joint Venture</b>								
INKEL- KSIDC Projects Ltd	10.00	27,86,260.00	278.63	278.63	278.63	435.57	181.88	159.51
Kuttiyadi Coconut Industrial Park Ltd.	1,000.00	250.00	2.50	2.50	2.50	2.50	2.50	2.5
Kerala GAIL Gas Ltd	10.00	50,000.00	0.50	0.50	0.50	0.50	209.94	206.22
Nitta Gelatin India Ltd	10.00	28,62,220.00	1,364.07	1,364.07	1,364.07	3,368.38	2,668.54	2605.07
Units in Kerala Venture Capital Fund			-	46.25	46.25	-	46.25	46.25
<b>Total E</b>			<b>1,645.69</b>	<b>1,691.94</b>	<b>1,691.94</b>	<b>3,806.95</b>	<b>3,109.11</b>	<b>3,019.55</b>
<b>Grant Total</b>			<b>10,561.74</b>	<b>11,366.22</b>	<b>11,366.22</b>	<b>53,926.32</b>	<b>32,089.32</b>	<b>50,190.45</b>

**Note 7. Other financial assets**

	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Advance share Investment	40.50	266.96	255.00
Staff loan	374.94	401.64	448.37
Dividend Receivable	88.89	-	-
Interest receivable on Short term Deposits	4.11	186.46	696.48
Accrued Dividend on Preference Shares	-	141.72	216.80
Defined Benefit asset on leave encashment	-	29.46	-
<b>Total</b>	<b>508.44</b>	<b>1,026.24</b>	<b>1,616.65</b>

**Note 7.1 :** Advance share investment of Rs 40.50 lakhs (P.Y Rs 266.96 Lakhs) includes Rs Nil (P.Y Rs 230 lakhs) to Coconics Pvt Ltd, an SPV formed by KSIDC, Keltron and UST Global, Rs Nil (P.Y Rs 25 lakhs) to Manito Electronics Pvt Ltd., Rs 7.84 lakhs (P.Y Rs 11.77 lakhs) to KIFML, Rs 0.19 lakhs (P.Y Rs 0.19 lakhs) to Kannur Natural Rubber Products Pvt Ltd and Rs 32.47 lakhs (P.Y Nil) to Kerala Enviro Infrastructure Ltd. Company adopted the policy to transfer the advance share investment to investments once the share certificate is obtained. The amount under advance share investments in Manito Electronics Ltd was part of conversion of principal outstanding as part of the OTS granted to the Company,. In view of the condition that the share holding of KSIDC should not be more than 49%, the company has not issued the shares. Later the company became defunct, and therefore the advance share investment is treated as impaired during the current year.

**Note 7.2 :** Staff loans includes Rs 246.12 lakhs (P.Y Rs.261.42 lakhs) towards housing loan, Rs 91.76 lakhs (P.Y Rs 101.88 lakhs) towards car loan, Rs 11.58 lakhs (P.Y Rs 14.27 lakhs) towards consumer loan, Rs 13.50 lakhs (P.Y Rs 16.90 lakhs) towards Personal loan, Rs 8.66 lakhs (P.Y Rs 4.98 lakhs) towards scooter loan, Rs 2.50 lakhs (P.Y Rs 1.09 lakhs) towards computer loan, Rs 0.78 lakhs (P.Y Rs 1.03 lakhs) towards education loan and Rs 0.06 lakhs (P.Y Rs 0.06 lakhs) towards special loan staff. Total staff loan outstanding is only 0.59% of outside loan, which will not affect the materiality. Hence the book value of loan is considered as fair value.

**Note 8. Current tax assets (net)**

	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Advance Tax & TDS	1,851.80	2,135.81	1,414.54
Amount receivable from IT Department	342.36	286.94	355.84
<b>Total</b>	<b>2,194.16</b>	<b>2,422.74</b>	<b>1,770.38</b>

**Note 8.1 :** Advance tax and TDS paid for the F.Y 2019-20 is Rs 949.58 lakhs, for the F.Y 2020-21 is Rs 902.22 lakhs. Since the assessment is not completed for the F.Y 2019-20 adjustment entry with the provision is not made.

**Note 8.2 :** Assessment up to F.Y 2018-19 was completed. Amount refundable from IT department is accounted from the assessment order. As per the assessment order Rs 14.25 lakhs is receivable for the F.Y 2011-12, Rs 6.02 lakhs for the F.Y 2013-14, Rs 264.44 lakhs for the F.Y 2014-15, Rs 57.65 lakhs for the F.Y 2015-16. We had filed the rectification request u/s 154 for the F.Y 2014-15 against the erroneous adjustment made by Income Tax department against A.Y 2008-09 as there is no demand for the A.Y 2008-09.

**Note 9: Property, Plant & Equipment**

Rs in lakhs

Particulars	Land (401) #	Buildings (411)	Electrical Fittings (416)	Furniture & Fittings	Water Tank & Pump Set	Office Equipments	Computer	Solar Based power Systems	Intangibles	Motor Car & Cycles	Library Books	Total
Gross Block - at cost												
<b>As at 01.04.2019</b>	207.21	196.72	46.74	96.77	0.58	59.33	281.58	65.15	45.02	57.69	12.12	1,068.89
Additions	-	-	1.75	-	0.38	9.06	1.92	-	0.72	-	0.08	13.91
Disposals	-	-	-	-	-	-	-	-	-	-	-	-
<b>As at 31.03.2020</b>	207.21	196.72	48.49	96.77	0.96	68.39	283.49	65.15	45.74	57.69	12.20	1,082.80
Additions	-	-	-	1.31	-	3.14	17.01	-	-	-	0.21	21.66
Disposals	-	-	0.10	5.49	-	-	-	-	-	-	-	5.60
<b>As at 31.03.2021</b>	207.21	196.72	48.39	92.58	0.96	71.53	300.50	65.15	45.74	57.69	12.41	1,098.87
<b>Accumulated Depreciation</b>												
<b>As at 01.04.2019</b>	-	137.63	34.46	87.95	0.46	53.14	256.57	41.08	37.01	48.54	12.12	708.96
Charge for the year	-	2.94	3.32	1.80	0.10	3.21	11.39	4.40	6.13	2.59	0.08	35.95
Disposals	-	-	-	-	-	-	-	-	-	-	-	-
<b>As at 31.03.2020</b>	-	140.56	37.78	89.75	0.56	56.34	267.97	45.48	43.13	51.13	12.20	744.91
Charge for the year	-	2.79	2.50	1.35	0.02	5.20	10.55	3.59	1.74	1.78	0.21	29.73
Disposals	-	-	0.10	4.27	-	-	-	-	-	-	-	4.37
<b>As at 31.03.2021</b>	-	143.35	40.17	86.84	0.58	61.54	278.52	49.07	44.87	52.91	12.41	770.27
<b>Net Block</b>												
As at 31.03.2020	<b>207.21</b>	<b>56.15</b>	<b>10.72</b>	<b>7.01</b>	<b>0.40</b>	<b>12.05</b>	<b>15.53</b>	<b>19.67</b>	<b>2.61</b>	<b>6.55</b>	<b>0.00</b>	<b>337.89</b>
As at 31.03.2021	<b>207.21</b>	<b>53.36</b>	<b>8.22</b>	<b>5.74</b>	<b>0.38</b>	<b>9.98</b>	<b>21.98</b>	<b>16.08</b>	<b>0.87</b>	<b>4.77</b>	<b>0.00</b>	<b>328.60</b>

# Land includes

- 30 acres of land at TELK Angamaly transferred to KSIDC at nil cost, vide G.O. 836/2008/ID dated 26.07.08 and G.O. 1174/2009/ID dt 31.08.09. This has been given on 90 years lease to INKEL KSIDC PROJECTS Ltd (JV). Further 26.712 Acres of land has been transferred to KSIDC for implementation of Business Hub. Vide G.O No 122/2018 dt 26.03.2018 Government transfer 15 acres of land to Government of India for setting up MSME
- 34.05 acres of industrial land transferred by District Industries Centre to KSIDC at nil cost for Light Engineering Park(LEIP), Palakkad. KSIDC has taken possession of the same, but the transfer of title in the name of KSIDC is still pending on technical grounds. Vide G.O.(MS)49/2012/ID dated 03.04.12, Government has given clearance for mutation of land in the case of LEIP and also directed that the liabilities arising out of the LAR cases shall be met by KSIDC. The first phase of the project was declared completed on 15.01.2013 and the assets created have been included in the fixed assets of KSIDC.
- 1.9909 acres of land of M/s. Astral Watches Ltd. transferred in the name of KSIDC on Government giving approval for winding up of the company and transferring of assets and liabilities to KSIDC for the purpose of dissolution of the company under Easy Exit scheme of Companies Act.
- Depreciation is calculated on WDV method

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**Note 10: Capital work in progress**

Rs. in lakhs

	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Expense towards ERP Implementation	135.54	135.54	135.54
<b>Total</b>	<b>135.54</b>	<b>135.54</b>	<b>135.54</b>

**Note 10.1 :** An amount of Rs 135.54 lakhs has been carried forward in Books of Accounts towards implementation of the ERP System for Financial & Loan Accounting. The 325th Board of KSIDC has approved to provide 100% provision of the amount incurred. Accordingly, Rs. 135.54 lakhs has been included under the head Other Expenses (Note 29) and Provisions (Note 15.6). The Board has also directed to seek legal recourse.

**Note 11: Other Non financial assets**

Rs. in lakhs

	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Current account with Consultants	5.39	14.24	5.39
Current account with Others	2.37	-	-
Government of Kerala-others	302.40	248.83	187.78
Sales Tax	3.60	3.60	3.60
IGC	-	352.73	(151.89)
CGST-Input Tax Credit	-	0.00	0.92
SGST-Input Tax Credit	-	0.00	0.92
RCM A/C-SGST	-	-	0.03
RCM A/C-CGST	-	-	0.03
GST electronic cash ledger	-	0.00	0.31
GST Input Tax deferred-CGST	-	0.28	0.31
GST Input Tax deferred-SGST	-	0.28	-
GST Refund Due	3.86	3.86	-
CGST Payable	0.58	-	-
SGST Payable	0.46	-	-
TDS Payable GST	10.50	-	-
IGST - Input Tax Credit	0.04	-	0.01
Prepaid Expenses	9.50	10.45	11.62
Electricity, Telephone and Other Deposits	15.05	15.29	15.29
Security Deposits	1.45	0.25	-
<b>Total</b>	<b>355.21</b>	<b>649.81</b>	<b>74.32</b>

Current account with others includes Rs 13.22 lakhs (P.Y 255.20 lakhs) amount receivable from Government for participation in the Biding process of Trivandrum International Airport Ltd.

Government had directed KSIDC to pay 'special advance' to the employees of Commonwealth Trust. Out of the total advance paid Rs 370.41 as per Government directions, we got reimbursement of Rs 121.58 lakhs towards such advances made till 2015-16. The balance sum of Rs 302.40 (P.Y 248.83) lakhs is to be reimbursed by Government / commissioner of payments and the payment has been shown under Government of Kerala others. Also refer note on Contingent liability Note No. 33

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Rs. in lakhs

Particulars	
Comtrust	Amount to be reimbursed
16-17	58.85
17-18	68.10
18-19	60.83
19-20	61.05
20-21	53.57
<b>Total</b>	<b>302.40</b>

**Note. 12 Payables**

Rs. in lakhs

Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Trade Payable			
Total outstanding dues of creditors other than micro enterprises and small enterprises	115.86	32.06	58.61
Other Payables			
Current account with Companies	93.43	102.90	101.56
Staff advances	0.22	0.53	-
<b>Total</b>	<b>209.51</b>	<b>135.49</b>	<b>160.17</b>

Note 12.1 : There are no dues to companies / firms under Micro/Small and Medium Enterprises Development Act 2006

## Note 13.1: Borrowings (other than Debt securities)

Rs in lakhs

Particulars	As at 31 March 2021				As at 31 March 2020			
	Amortised cost	At fair value through profit and loss account	Designated at fair value through profit and loss account	Total	Amortised cost	At fair value through profit and loss account	Designated at fair value through profit and loss account	Total
Term Loan								
from bank	1,260.00	-	-	1,260.00	-	-	-	-
from financial institution	-	-	-	-	-	-	-	-
Commercial papers	-	-	-	-	-	-	-	-
Finance lease obligations	-	-	-	-	-	-	-	-
Deferred payment liabilities	(48.89)	-	-	(48.89)	-	-	-	-
Loans from related parties	-	-	-	-	-	-	-	-
Liability component of financial instruments	-	-	-	-	-	-	-	-
Loans repayable on demand	-	-	-	-	-	-	-	-
Cash credit / Overdraft facilities from banks	1.05	-	-	1.05	-	-	-	-
Loan from Government of India	-	-	-	-	-	-	-	-
Loan from Government of Maharashtra-interest bearing readjustment loan (unsecured)	-	-	-	-	-	-	-	-
Other loans	-	-	-	-	-	-	-	-
<b>Total (A)</b>	<b>1,212.16</b>	<b>-</b>	<b>-</b>	<b>1,212.16</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Borrowings in India	1,212.16	-	-	1,212.16	-	-	-	-
Borrowings outside India	-	-	-	-	-	-	-	-
<b>Total (B)</b>	<b>1,212.16</b>	<b>-</b>	<b>-</b>	<b>1,212.16</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

(i) Term Loan - The Corporation was sanctioned a Term loan of Rs. 180 crores from HDFC bank during the FY 2020-21 at an interest rate of 7.5% linked to 3 months Repo for onward lending to MSMEs. The security offered is receivable of the company at a security margin of 20%. The tenor of the loan is 60 months

(ii) Overdraft - In addition to the Term loan, Overdraft amounting to Rs. 10 crores, @ 7.5% p.a. was also sanctioned by HDFC Bank. Security is the same as stipulated in Term Loan

Note 13.2 : The amount released by the Government as loan of Rs 26 Crores to KSIDC through budgetary allocation for the implementation of various projects on behalf of GOK was remained in the non interest bearing treasury account. At the end of the financial year 2017-18, Government has resumed the unspent balance in the treasury account including the loan amount transferred to the treasury account. Confirmatory letter from Government has already obtained to the effect that the resumed amount include the loan amount released by the Government. Since the loan amount was not utilised by KSIDC and was remain with non- interest bearing treasury account , there is no interest liability or accrued interest on unspent balance remain with the Government. Government has not made any claim on KSIDC towards interest on the utilized loan amount which was latter resumed by the Government



**Note 14: Other Financial Liabilities**

Rs. in lakhs

Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
<b>Deferred Income</b>			
Grant received for Vyavasaya Bhadratha	2,254.50	-	
<b>Total</b>	<b>2,254.50</b>		

**Note 14.1 :** As per the GO (Rt) No 52/2021/ID dated 13.01.2021 Government of Kerala has extended Vyavasaya Bhadratha package to KSIDC enabling to provide Top up loans to existing clients in order to overcome the financial difficulties in view of the Covid 19 pandemic on business of such entities. According KSIDC has received Rs 2254.5 lakhs as grant for extending loans to 18 number of loanees. The loan amount is included in the loans and advances and the grant received is accounted in other financial liabilities. In addition to this KSIDC had also received reimbursement of Rs 9.61 lakhs for waiver of principal on OTS , Rs 130.39 lakhs for wavier of interest on lease premium of IGC which is transferred to various project.

As per IND AS 20 we had treated Grant received for providing Top up loans under Vyavasaya Bhadratha package as deferred income under other financial liabilities and will be treated as income on the basis of principal recovery of loan given to loanees.

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15 Provisions	Rs in lakhs		
Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Provision For Employee Benefit Expenses	-	321.36	-
Provision for Leave Salary	0.26	-	-
Provision for Gratuity	49.28	62.42	30.63
Provision for Taxation	1,954.15	2,361.13	1,421.59
Provision for diminution in value of Investments	-	-	-
Provision for impairment in ERP	135.54	-	-
<b>Total</b>	<b>2,139.23</b>	<b>2,744.91</b>	<b>1,452.22</b>

**Note : 15.1 Provision For Employee Benefit Expenses**

Opening Balance	321.36	-	-
Add: Provision made during the year		321.36	-
Total	321.36	321.36	-
Less: Payment of Pay revision arrear	321.36		-
Balance Provision	-	321.36	-

**Note : 15.2 : Leave Salary**

Opening Balance	-	-	-
Add: Provision made during the year	0.26	-	-
Total	0.26	-	-
Less: Payment made during the year			-
Balance Provision	0.26	-	-

**Note : 15.3 : Gratuity**

Opening Balance	62.42	30.63	85.45
Add: Provision made during the year	49.28	31.79	30.63
Total	111.69	62.42	116.08
Less: Payment made during the year	62.42		85.45
Balance Provision	49.28	62.42	30.63

**Other Provisions**

**Note : 15.4 : Provisions for Taxation**

Opening Provision for Taxation	2,361.13	1,421.59	6,798.90
Addition during the year	907.42	939.54	674.82
Tax Provisions for previous years	107.20	-	-
Total	3,375.74	2,361.13	7,473.72
Less: Set off / adjustments/previous year payments effected during the year	1,421.59		6,052.14
Closing Provision for taxation	1,954.15	2,361.13	1,421.58

Set off entries against advance taxes, self assessments, regular taxes and TDS receivables( booked under advance tax account) had been effected till assessment year 2018-19. Adjustment in respect of excess/ shortfall in estimated provisions created in earlier years, if any, has been made on case to case basis. The details of provision is as follows.

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		Rs in lakhs		
Particulars		As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
FY 2017-18	AY 2018-19	107.20	746.76	746.76
F.Y 2018-19	AY 2019-20	-	674.83	674.83
F.Y 2019-20	AY 2020-21	939.54	939.54	-
F.Y 2020-21	AY 2021-22	907.42		-
<b>Total</b>		<b>1,954.15</b>	<b>2,361.13</b>	<b>1,421.59</b>

Income Tax Department has raised a demand for Rs 107.20 lakhs u/s 156 of IT ACT, 1961 in respect of Income Tax for the A.Y 2018-19 on 12.04.2021. Provision was created for the same and the payment against the provision was made during the F.Y 2021-22. KSIDC has filed an appeal against this demand notice.

### Note : 15.5 : Provisions for Diminution in value of Investments Rs in lakhs

Opening Balance	-	-	2,170.12
Add: Provision required at the year end	-	-	-
Total	-	-	2,170.12
Less: Provision reversed during the year	-	-	2,170.12
Balance Provision (c)	-	-	-

In compliance of MCA notifications applicable for NBFCs, KSIDC has adopted the IND AS for preparation of Financial Statements first time in 2018-19 with recasted Balance Sheet for 2017-18. Before introducing IND AS, the diminution in value of investments was recognized based on erosion in the net worth of investee companies and accordingly necessary provisions were created. In the first time adoption of IND AS, as per the IND AS 109, comparison of investment cost and fair value of investment is determined and the difference in value is accounted through Other Comprehensive Income (OCI) with corresponding changes in the value of Investments under Investments and Other equity. As per the CAG comments, while the first time adoption of IND AS on 01.04.2017, the provision already created should have been reversed and added back to "Other Equity". Hence Corporation make necessary changes by reversing the provisions created before 01.4.2017 in the Balance Sheet of 2020-21 by restating the opening balances as on 01.04.2019 in compliance of IND AS 8, reporting of changes in prior period items

### Note : 15.6 : Provision for impairment in ERP

Opening Balance	-	-	-
Add: Provision made during the year	135.54	-	-
Balance Provision	135.54	-	-

The 325th Board of KSIDC has approved to provide 100% provision of the amount incurred in connection with ERP implementation. Accordingly, Rs. 135.54 lakhs has been included under the head Other Expenses (Note 29) and provision has been created for the same amount.

### A. Leave Salary

Leave salary is calculated based on the number of days of earned leave to the credit of the employee, subject to a maximum of 300 days.

As on 31.03.2021 the actuarial valuation for leave salary was Rs.2,97,44,267/- ( PY - Rs. 2,48,12,636/-). The estimated liabilities have been fully funded through SBI Life and ICICI Prudential Life.

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Particulars	Rs. in lakhs		
	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
<b>1. Fair Value of Plan assets at the beginning</b>	277.58	302.85	303.92
Interest Income	18.64	21.28	22.06
Employer Contribution	5.36		
Benefit Payment from Plan Assets		(45.91)	(27.43)
Remeasurements-Return on Assets	(4.40)	(0.64)	4.29
<b>Fair Value of Plan assets at the end</b>	297.18	277.58	302.85
<b>2. Defined Benefit Obligation at the beginning</b>	248.13	250.27	255.97
Current Service Cost	17.90	30.86	25.99
Interest Expense	16.50	17.28	19.38
Benefit Payment from Plan Assets		(45.91)	27.43
Remeasurement-Due to Demographic Assumptions	-	-	0.44
Remeasurement-Due to Financial Assumptions	1.93	9.60	3.46
Remeasurement - Due to Experience Adjustments	12.98	(13.97)	27.55
<b>Defined Benefit Obligation at the End</b>	297.44	248.13	250.27
<b>3. Components of Defined Benefit Cost</b>			
Current Service cost	17.90	30.86	25.99
Interest Expense on DBO	16.50	17.28	19.38
Interest (Income) on Plan Assets	18.64	21.28	22.37
Total Net Income	2.14	4.00	2.99
Defined Benefit Cost included in P&L	35.07	26.86	23.30
Remeasurement -Due to Demographic Assumptions	-	-	0.44
Remeasurement -Due to Financial Assumptions	1.93	9.60	3.46
Remeasurement -Due to Experience Adjustments	12.98	(13.97)	27.55
(Return) on Plan Assets (Excluding Interest Income)	(4.40)	(0.64)	0.01
Net Actuarial (Gain)/loss	19.31	(3.73)	27.94
Total Defined Benefit Cost recognized in P&L	35.07	23.13	4.63
<b>4. Amount recognized in Balance sheet</b>			
Defined Benefit Obligation	297.44	248.13	250.27
Fair Value of Plan Assets	297.18	277.58	302.85
Net Defined Benefit Liability/ (Asset)	0.26	(29.46)	52.58
<b>5. Net Defined Benefit Liability/(Asset) reconciliation</b>			
Net Defined Benefit liability/(Asset) at the beginning	(29.46)	(52.58)	47.95
Defined Benefit Cost included in P&L	35.07	26.86	23.30
Net Actuarial (Gain)/loss	-	(3.73)	27.94
Employer Contribution	(5.36)	-	
Net Defined Benefit liability/(Asset) at the end	0.26	(29.46)	52.58

**6. Actuarial Assumptions for Leave Encashment**

Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
i Discount Rate	7.6 % p.a.	8 % p.a.	8 % p.a.
ii Salary escalation	6%	6%	6%
iii Attrition	1%	0% TO 1%	0% TO 1%
iv Mortality Tables	IALM (2012-14) Ult	IALM (2006-08) Ult	IALM (2006-08) Ult

**Footnote :**

The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations. The estimate of future salary increases considered, by taking into account the inflation, seniority, promotion, increments and other relevant factors.

**B Gratuity**

Corporation is following the provisions of The Payment of Gratuity Act for computing the eligible Gratuity, as per stipulation made by Government on 9th Pay revision . Accordingly Gratuity shall be payable to an employee on the termination of his / her employment after he / she has rendered continuous service for not less than five years for every completed year of service or part thereof in excess of six months at the rate of fifteen days' wages based on the rate of wages last drawn by the employee. The fifteen days' wages shall be calculated by dividing the monthly rate of wages last drawn by him/ her by twenty six days, as if every completed month comprises of 26 days.

The payment of Gratuity (Amendment) Act,2010 had increased the limit to Rs 20 lakhs w.e.f 29.03.2018. In line with these provisions, the Corporation had also provided for the enhanced limit w.e.f 29.03.2018.

As on 31.03.2021, the actuarial valuation of gratuity was Rs 4,61,07,610/- (PY Rs 38,859,610/-). The estimated liabilities have been funded through SBI Life. The short fall in the funding , if any, is included under current liabilities.

under current liabilities.		Rs. in lakhs		
Particulars		As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
1	Changes in present value of obligations	388.60	395.55	405.71
	PVO at beginning of period	25.50	27.26	28.82
	Interest Cost	18.24	17.42	17.53
	Current Service Cost			
	Past service cost (vested benefits)		(63.21)	64.70
	Benefits Paid	28.74	11.57	8.19
	Actuarial (Gain)/Loss on obligation	461.08	388.60	395.55
	PVO at end of period			
2	Interest Expense	25.50	27.26	28.82
	Interest Cost			
3.	Fair Value of Plan Assets	326.18	364.92	320.26
	Fair value of plan assets at the beginning	21.97	25.61	25.52
	Interest income			

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KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

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4. Net Liability	388.60	395.55	405.71
PVO at beginning of period	326.18	364.92	320.26
Fair Value of the Assets at beginning report	62.42	30.63	85.45
Net Liability			
5. Net Interest	25.50	27.26	28.82
Interest Expenses	21.97	25.61	25.52
Interest Income	3.53	1.65	3.30
Net Interest	23.20	24.46	23.91
6. Actual return on plan assets	21.97	25.61	25.52
Less Interest income included above	1.24	(1.15)	1.61
Return on plan assets excluding interest income			
7. Actuarial (Gain)/loss on obligation	2.25	25.81	3.97
Due to Financial Assumption	26.49	(14.25)	4.22
Due to Experience	28.74	11.57	8.19
Total Actuarial (Gain)/Loss			
8. Fair Value of Plan Assets	326.18	364.92	320.26
Opening fair value of plan asset			
Adjustment to Opening Fair Value of Plan Asset	1.24	(1.15)	(1.61)
Return on plan assets excl. interest income	21.97	25.61	25.52
Interest Income	62.42	-	85.45
Contribution by Employer	-	(63.21)	(64.70)
Benefits Paid	411.80	326.18	364.92
Fair Value of Plan Assets at end			
9. Amounts to be recognized in the balance sheet and statement of profit loss account	461.08	388.60	395.55
PVO at end of period	411.80	326.18	364.92
Fair Value of Plan assets at end of period	(49.28)	(62.42)	(30.63)
Fund status	(49.28)	(62.42)	(30.63)
Net Asset/(Liability)recognized in the Balance sheet			
10. Expense recognized in the statement of P&L A/c	18.24	17.42	17.53
Current Service Cost	3.53	1.65	3.30
Net interest	-	-	-
Past service cost( vested benefits)	21.77	19.07	20.83
Expense recognized in the statement of P & L A/c			
11. Movements in the liability recognized in Balance Sheet			
Opening Net Liability	62.42	30.63	85.45
Adjustment to opening balance			
Expense as above	21.77	19.07	30.63
Contribution paid			
Other Comprehensive Income	27.51	12.71	(85.45)
Contribution Paid	(62.42)	-	9.80
Closing Net Liability	49.28	62.42	30.63

**6. Actuarial Assumptions for Gratuity**

Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
i Discount Rate	7.56 % p.a.	7.72 % p.a.	7.30 % p.a.
ii Salary escalation	6%	6%	10%
iii Attrition	PS: 0 TO 40 :1%	PS: 0 TO 40 :1%	PS: 0 TO 40 :1%
iv Mortality Tables	IALM (2006-08) Ult	IALM (2006-08) Ult	IALM (2006-08) Ult

**Footnote :**

The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations. The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.



**Note No 16 DEFERRED TAX LIABILITIES**

Rs in lakhs

Particulars	As at 31.3.2021			As at 31.3.2020 Restated			As at 31.3.2019 Restated		
	Base	Deferred Tax Asset	Deferred Tax Liability	Base	Deferred Tax Asset	Deferred Tax Liability	Base	Deferred Tax Asset	Deferred Tax Liability
Current liabilities									
Trade Payables	115.86			33.81			58.00		
Interest accrued on bonds/Govt.loan	0.00			0.00			0.00		
Provision for gratuity	49.28			62.42			30.63		
Provision for leave salary	0.26			0.00			0.00		
Provision for impairment in ERP	135.54			0.00					
Provision for employee benefit	0.00			321.36			0.00		
<b>Total</b>	<b>300.95</b>	<b>87.64</b>		<b>417.59</b>	<b>121.60</b>		<b>88.63</b>	<b>30.88</b>	
Current assets									
Interest accrued on deposits -TVM	0.67			175.39			688.68		
Interest accrued on FD - EKM	3.44			11.07			7.81		
Prepaid expenses	9.50			10.45			11.62		
Dividend Receivable	88.89			0.00			0.00		
Interest accrued/loan	50.88			0.00			2.21		
<b>Provisions</b>									
Provision for doubtful. Debts u/s 36 I viia of IT Act	0.00			662.69			610.46		
Provision for Special Reserve u/s 36 I viii of IT Act	9665.33			9562.95			9342.88		
<b>Total</b>	<b>9818.71</b>	<b>2859.21</b>	<b>10422.56</b>	<b>10422.56</b>	<b>3035.05</b>	<b>10663.66</b>	<b>3690.48</b>		
Expenses									
Unamortised Processing Charges	50.99		14.85	6.07		15.46			
Fixed assets									
Depreciation	1.12	0.33		7.34	2.14	(13.55)			(4.69)
<b>Total</b>	<b>87.96</b>	<b>2874.06</b>	<b>3050.50</b>	<b>123.74</b>	<b>3050.50</b>	<b>3685.79</b>	<b>30.88</b>	<b>3685.79</b>	
Deferred Tax liability			2786.10			2926.77			3654.91
Ind AS Entries			11515.91			5300.25			11576.25
<b>Total Deferred Tax liability</b>			<b>14302.01</b>			<b>8227.02</b>			<b>15231.16</b>

Opening Balance 2926.77

Closing Balance 2786.10

Additional Provision made (140.67)

Deferred Tax is computed based on Current Income Tax rate @ 29.12%

Based on the opinion of the Expert Committee of ICAI, deferred tax liability has been provided on the Special Reserve maintained under 36(1) (viii)&amp;

Doubtful Debts u/s 36 I( viia) of the IT Act from 2012-13 onwards.

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KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

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**Note 17: Other non financial liabilities**

Rs. in lakhs

Particulars	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Various Project	2,487.66	657.71	1,390.02
IGC Control Account	41.75		-
Suspense	59.17	0.96	1.44
Current account with others	-	163.59	278.33
Advance to MD	0.07	0.08	0.03
TDS Payable - Others	1.61	1.13	0.18
TDS Payable-Salary	0.39	-	0.89
RCM Payable SGST	-	0.40	0.05
RCM Payable CGST	-	0.40	0.05
RCM Payable IGST	0.27	-	-
SGST Payable	-	1.76	0.34
IGST Payable	-	-	-
CGST Payable	-	1.74	0.34
TDS Payable -GST	-	0.02	0.14
Flood Cess Payable	0.02	0.07	-
Retention Deposit	63.42	36.58	53.42
E M D Noorka	5.00	5.00	5.00
Security Deposit( Liability)	155.88	161.08	130.56
E.M.D.SWMS	152.00	152.00	-
CSR Payable	43.91	-	-
L.I.C. Deductions	-	0.15	-
<b>Total</b>	<b>3,011.14</b>	<b>1,182.64</b>	<b>1,860.79</b>

**Note 17.1** KSIDC is acting as an agent for implementing Industrial Growth Centre (IGC) in the State of Kerala. A total amount of Rs. 16243.85 lakhs (previous year Rs. 16134.02 lakhs) has been received from the Government for meeting the expenditure relating to the Growth Centres. Receipts collected by way of lease premium/sale of land, miscellaneous income and other receipts on current account amount to Rs.15804.13 Lakhs (previous year Rs. 14512.31 Lakhs). Total receipts stand at Rs.32047.98 lakhs (previous year Rs. 30646.33 lakhs). All the fixed assets including land and building are held by KSIDC on behalf of Government of Kerala. All receipts and payments are accounted on cash basis and the excess of receipts over expenditure is Rs.9148.06 lakhs (previous year Rs.8181.36 lakhs). The total expenditure as on 31.03.2021 under major heads is as shown below:

Particulars	Rs. in lakhs
Land & Site Development	9204.25
Roads	1199.44
Buildings	5445.91
Water Supply	1094.04
Power	2144.56
Others	3811.71
<b>Total</b>	<b>22899.91</b>
Cash and Cash Balance	9106.31
Control Account Balance	41.75
<b>Total</b>	<b>9148.06</b>

# KSIDC, being the implementing agency of Industrial Growth Centre(IGC) on behalf of Government of Kerala, the funds of IGC were parked separately in current account and in Fixed Deposit under IGC account and not included under cash and bank balance of the Corporation.

KSIDC has given a Bank Guarantee of Rs 800 lakhs from HDFC bank for participation of bid for Trivandrum International airport as directed by Government of Kerala, Lien created on fixed deposits of IGC for bank guarantee continuing and now amounting to Rs 1128 lakhs. Since the bid of KSIDC was not successful, there is no BG requirement, thus there is no material restriction on IGC FD account ,which are not included under bank balance of the Corporation.

#### **Note 17.2 Various Projects**

Government of Kerala has entrusted KSIDC with agency function to implement various projects through plan funds allocation. The expenditure incurred in respect of various investment promotion activities and infrastructure-related projects being implemented by KSIDC as per Government directions, based on which KSIDC is the nodal agency/facilitator have been classified as 'non-current' as the projects are on various stages of implementation. . The details of budget funds released by the Government and funds expended with other project receipts are shown under:

Name of the projects	Rs in lakhs	
	Total Expenditure till 31.3.2021	Total Receipts till 31.3.2021
Mega Food park	7,401.16	7,935.19
Electronic Hardware park	5,503.04	5,492.18
Light Engineering Park	3,405.00	4,183.62
Meds park	767.95	745.21
NIMZs	16.01	137.67

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Business Incubators	483.18	662.99
BIC Kakkanad		6.82
Business hub office complex	38.56	-
Business Incubation Kozhikode	128.23	4.75
Industrial space kasargod	1.91	-
We space Angamaly	1,164.45	1,009.11
Solid waste management system	84.03	-
Supplementary gas Infrastructure	-	1,280.16
Islamic Financial service	-	50.00
Kannur natural rubber products ltd	249.56	249.56
Kerala rubber limited	44.82	43.53
Kuttiyadi development project	1,586.06	1,500.00
Angel Fund / seed fund	1,161.50	1,446.06
IF & IP Special finance assistance to women entrepreneurs	0.03	199.97
Investment facilitation & Ind promotions	368.35	-
Ascend2020	55.33	-
Emerging Kerala	1,826.00	1,826.00
<b>Total</b>	<b>24,285.16</b>	<b>26,772.82</b>

Total receipts over expenditure is Rs 2487.66 lakhs shown under various projects under other non financial liabilities

### Note 18 : Equity Share Capital

Rs in lakhs

Particulars	2020-21	2019-20
<b>Authorised:</b>		
40,00,000 (40,00,000) Equity shares of Rs.1,000/- each	40000.00	40000.00
<b>Issued, Subscribed and fully paid up:</b>		
30,12,435 (30,12,435) Equity shares of Rs.1,000/- each	100000.00	100000.00

#### Note 18.1 Terms / Rights attached to equity shares

The company has only one class of equity shares having par value of Rs 1000/- per share.

#### Note 18.2 Reconciliation of shares outstanding at the beginning and at the end of the reporting period

Particulars	As at 31-03-2021		As at 31-03-2020		As at 01-04-2019	
	No. of Shares	Amount in lakhs	No. of Shares	Amount in lakhs	No. of Shares	Amount in lakhs
At the beginning of the period	3012435	30,124.35	3012435	30,124.35	3012435	30,124.35
Add: Shares issued during the year	Nil	Nil	Nil	Nil	Nil	Nil
Less: Shares bought back during the year	Nil	Nil	Nil	Nil	Nil	Nil
Add: Other movements during the year	Nil	Nil	Nil	Nil	Nil	Nil
Outstanding at the end of the period	3012435	30,124.35	3012435	30,124.35	3012435	30,124.35

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**Note 18.3**

	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Shares held by holding /ultimate holding company /or their subsidiaries /associates.	Nil	Nil	Nil
Details of shareholders holding 100 % owned by Government of Kerala more than 5 % shares in the company.			
	As at 31.3.2021	As at 31.3.2020 Restated	As at 01.04.2019 Restated
Aggregate number of shares issued for consideration other than cash, bonus shares issued and shares bought back during the period of 5 years immediately preceding the reporting date.	Nil	Nil	Nil

**Note 19 : Other Equity**

Rs. in lakhs

Particulars	Stat-utory Reserves 45 IC of RBI Act	Capital Reserve	Special Reserve u/s 36(i) (viii) of IT Act	Provision for bad and Doubtful debts u/s 361 (viii) of IT Act	Retained Earnings	Debt instru-ments through OCI	Equity Instru-ments through OCI	Total
<b>Balance as at 01st April 2019</b>	676.19	4,952.61	9,342.88	610.46	30,434.87			46,017.01
Changes in accounting policy /Prior period errors					2,138.58			2,138.58
Restated balance at the beginning of the reporting period	676.19	4,952.61	9,342.88	610.46	32,573.45			48,155.59
Total Comprehensive Income for the year					(7,807.43)			(7,807.43)
Addition during the year								-
Dividends					(6.15)			(6.15)
Transfer to/from retained earnings	791.12		220.07	153.64	(1,164.83)			-
Any other changes (Bad debt write off)				(101.40)				(101.40)
<b>Balance as at 31st March 2020</b>	1,467.31	4,952.61	9,562.95	662.70	23,595.04			40,240.61
<b>Balance as at 01st April 2020</b>	1,467.31	4,952.61	9,562.95	662.69	23,595.04			40,240.60
Changes in accounting policy/ Prior period errors								
Restated balance at the beginning of the reporting period	1,467.31	4,952.61	9,562.95	662.69	23,595.04		-	40,240.60
Total Comprehensive Income for the year					19,076.47			19,076.47
Addition during the year		(337.40)						(337.40)
Dividends					-			-
Transfer to/from retained earnings	509.91		428.02	148.39	(1,086.31)			-
Any other changes( Bad debt write off)			325.64	811.08				1,136.72
<b>Balance as at 31st March 2021</b>	1,977.22	4,615.20	9,665.33	-	41,585.19			57,842.93

In compliance of MCA notifications applicable for NBFCs, KSIDC has adopted the IND AS for preparation of Financial Statements first time in 2018-19 with recasted Balance Sheet for 2017-18. Before introducing IND AS, the diminution in value of investments was recognized based on erosion in the net worth of investee companies and accordingly necessary provisions were created. In the first time adoption of IND AS, as per the IND AS 109, comparison of investment cost and fair value of investment is determined and the difference in value is accounted through Other Comprehensive Income (OCI) with corresponding changes in the value of Investments under Investments and Other equity. As per the CAG comments, while the first time adoption of IND AS on 01.04.2017, the provision already created should have been reversed and added back to "Other Equity". Hence Corporation make necessary changes by reversing the provisions created before 01.4.2017 in the Balance Sheet of 2020-21 by restating the opening balances as on 01.04.2019 in compliance of IND AS 8, reporting of changes in prior period items

### **Nature and purpose of Reserves**

#### **a) Statutory Reserves**

Section 45-IC of the Reserve Bank of India Act, 1934 states that Every non-banking financial company (NBFC) shall create a reserve fund and transfer therein a sum not less than twenty per cent of its net profit every year as disclosed in the Statement of profit and loss and before any dividend is declared. During the year, the company has transferred an amount of Rs. 509.91 lakhs, (PY - Rs. 791.12 lakhs). As on 31.3.2021 the balance under statutory reserve is Rs 1977.22 lakhs(P.Y Rs 1467.31 lakhs)

#### **b) Special Reserve u/s 36 (1)(viii) of Income Tax Act 1961**

Under the provisions of IT Act, Deduction under this section is allowed to a specified entity of an amount not exceeding 20% of the profits derived from eligible business computed under the head profits and gains of business or profession (before making any deduction under this clause) carried to special reserve account created. During the year, the company has transferred an amount of Rs. 428.02 lakhs, (PY - Rs. 220.07 lakhs) .During the year company has written off bad debts amounting to Rs 1136.72 lakhs( P.Y (101.40 lakhs). Since the provision for bad and doubtful debts is not sufficient to write off the entire amount , difference amount of Rs 325.64 lakhs has been taken from this reserve and treated as other income.As on 31.3.2021, balance under special reserve is Rs 9665.33 lakhs (P.Y Rs 9562.95 lakhs)

#### **c) Provision for bad and Doubtful debts u/s 36 1(viia) of IT Act**

Under the provisions of IT Act, Deduction under this section is allowed to a specified entity of an amount not exceeding 5% of the profits derived from eligible business computed under the head profits and gains of business or profession (before making any deduction under this clause) carried to provision for bad and doubtful debts created. During the year, the company has transferred an amount of Rs. 148.39 lakhs, (PY - Rs. 153.64 lakhs) .During the year company has written off bad debts amounting to Rs 1136.72 lakhs( P.Y (101.40 lakhs). Since the provision for bad and doubtful debts is not sufficient to write off the entire amount , balance in this account i.e. Rs 811.08 lakhs is utilised for the purpose of write off.As on 31.3.2021, balance under provision for bad and doubtful debts is Rs Nil (P.Y Rs 662.69 lakhs)

#### **d) Retained Earnings**

This represents the cumulative profits of the Corporation. This reserve can be utilised in accordance with the provisions of the Companies Act 2013. As on 31.3.2021 balance under retained earnings is Rs 41585.19 lakhs(P.Y Rs 23595.04 lakhs).

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2021

## Revenue From Operations

Rs. in lakhs

Particulars	2020-21			2019-20		
	On Financial Assets measured at fair value through OCI	On Financial Assets measured at amortised cost	On Financial Assets measured at fair value through P&L	On Financial Assets measured at fair value through OCI	On Financial Assets measured at amortised cost	On Financial Assets measured at fair value through P&L
Interest on Loans		3,003.01			2,191.79	
Dividend income from investments		1,121.45			1,804.37	
Interest on deposits with banks		677.97			1,562.40	
Other Interest Income		45.09			21.43	
<b>Total Income</b>		<b>4,847.52</b>			<b>5,579.99</b>	
* Net gain/loss on fair value changes					Current Year	Previous Year
A) Net gain/ (loss) on financial instruments at fair value through profit or loss						
(I) On trading portfolio						
(II) On Financial instruments measured at fair value through P & L					-	-
Total Net gain/loss on fair value changes					-	-
Fair values changes - Realised						
- Unrealised					-	-

## Note 20: Interest Income

Rs. in Lakhs

Particulars	2020-21	2019-20
Interest on Term Loan	3,141.09	2,291.90
Less: Rebate	138.08	100.11
<b>Net Interest Income</b>	<b>3,003.01</b>	<b>2,191.79</b>

Rebate to loanes: KSIDC is granting rebate of 0.5%, maintaining the net interest rate at 8.25% to 10.25%, at the end of each half year in every financial year by reversal of the interest charged, provided there are no arrears of interest as at the end of each month/ quarter as the case may be. The reduction in interest as above is calculated on the outstanding principal alone and there shall be no reversal of penal interest portion. A sum of Rs.138.08 lakhs (P.Y Rs 100.11 lakhs) has been expended as rebate during the FY 2020-21.



**Note 21 : Dividend Income**

Rs. in Lakhs

	31.03.2021	31.03.2020
Dividend from quoted investments	978.98	1,591.63
Dividend from unquoted investments	142.47	212.74
<b>Total</b>	<b>1,121.45</b>	<b>1,804.37</b>

**Note 22: Others**

Rs. in Lakhs

	31.03.2021	31.03.2020
Special Reserve u/s 36(i)(viii) of IT Act	325.64	-
<b>Total</b>	<b>325.64</b>	<b>-</b>

The Board of KSIDC approved the OTS of Kapico Kerala Resorts Pvt Ltd, Sahyadri Ferro Steels India P Ltd, and Hotel Tek to the extend of Rs 1136.72 lakhs. Since the provision for bad and doubtful debts is not sufficient to write off the entire amount , difference amount of Rs 325.64 lakhs has been taken from Special Reserve u/s 36(I)(viii) of Income Tax Act 1961 and treated as other income

**Note 23: Other Income**

Rs. in Lakhs

Particulars	31.03.2021	31.03.2020
Interest on bank deposit	677.97	1,562.40
Interest on staff loan	30.46	21.08
Interest others	14.63	0.36
Bad debts recovered	187.19	53.94
Directors Sitting Fees	7.10	4.53
Miscellaneous income	0.44	0.12
Sale of tender forms	-	0.19
Unwinding Income	-	92.44
<b>Total</b>	<b>917.78</b>	<b>1,735.05</b>

**Note 24: Finance Cost**

Particulars	31.03.2021	31.03.2020
Interest on Term loan with HDFC	0.78	-
Interest on OD with HDFC	0.05	-
Processing Fee for TL with HDFC	0.16	-
Processing fee for OD with HDFC	2.73	-
<b>Total</b>	<b>3.72</b>	<b>-</b>

**Note 25: Employee Benefit Expenses**

Rs. in Lakhs

Particulars	31.03.2021	31.03.2020
Salaries	811.19	893.95
Pension Fund	36.19	24.97
Extra allowances	24.70	24.43
Festival allowances	1.36	2.66
PF Staff	68.50	43.44
Welfare Expenses to staff	38.89	22.85
Honorarium to Medical Officer	2.38	2.25
Medical expenses	30.41	23.59
Staff Training Expenses	0.02	5.02
Staff Recruitment Expenses	0.05	1.96
Gratuity	21.77	19.07
Leave Surrender	35.07	7.29
<b>Total</b>	<b>1,070.53</b>	<b>1,071.49</b>

**Note 26: Depreciation and Amortization Expenses**

Rs. in Lakhs

Particulars	31.03.2021	31.03.2020
Depreciation of tangible assets	27.99	29.82
Amortization of Intangible expenses	1.74	6.13
<b>Total</b>	<b>29.73</b>	<b>35.95</b>

**Note 27 Net gain or loss on derecognition of Financial Instrument**

Rs. in Lakhs

Particulars	2020-21		2019-20	
	On Financial Assets measured at fair value through OCI	On Financial Assets measured at amortised cost	On Financial Assets measured at fair value through OCI	On Financial Assets measured at amortised cost
Loans		23.12		89.95
Impairment of Interest Income		150.22		
Investments		-		-
Others Current account with companies		2.29		10.50

**Note 28 Impairment of Financial instrument**

Rs. in Lakhs

Particulars	2020-21		2019-20	
	On Financial Assets measured at fair value through OCI	On Financial Assets measured at amortised cost	On Financial Assets measured at fair value through OCI	On Financial Assets measured at amortised cost
Loans				
Investments		68.66		159.84
Others				-

KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

29. OTHER EXPENSES

Rs. in Lakhs

	31-3-2021	31-3-2020
Honorarium to Chairman	1.90	2.62
Salaries and allowances : Directors	11.05	8.48
P.F. Administrative Charges	2.66	1.07
P.F. Insurance	1.03	1.99
Welfare expenses : Directors	0.98	0.12
Travelling expenses		
: Chairman	0.11	4.62
: Managing Director	0.47	2.83
: Directors	0.56	1.69
: Executive Director	0.42	0.10
: Staff & Others	38.71	60.47
Directors Sitting Fee	0.09	0.11
Foreign Tour Expenses	0.87	-
Rates & Taxes	3.41	5.70
Electricity & Water	11.78	13.40
Motor Car Expenses	5.19	5.82
Generator Running Expenses	1.01	0.74
Printing and Stationery	5.98	6.11
Postage, Telegrams and Telephones	11.75	14.17
Repairs - Building	0.43	9.03
Repairs - Other	17.14	23.41
Rent	0.51	
Advertisement and Publicity	13.25	18.49
Promotional expenses	2.25	9.30
Miscellaneous Expenses	5.40	4.55
Insurance	0.57	1.39
Filing Fee	0.50	0.25
Bank Charges	2.72	0.07
Subscription & Membership	3.59	3.72
Gardening Expenses	-	0.01
Income Tax paid	24.91	-
Bad Debt Write off	325.64	-
Board Meeting Expenses	0.13	0.49
Hospitality Expenses	0.88	14.32
Legal & Professional Fees	3.78	10.57
Project Expenses	18.50	31.86
Internal Audit Fee	2.91	2.60
Tax Audit Fee	1.64	0.81
Statutory Audit Fees	3.42	3.77
GST Audit Fee	0.05	0.82
Secretarial Audit Fee	0.71	-
CSR Activity	91.68	18.47
Amortised Dividend on Preference share	-	92.44
Provision for impairment of ERP	135.54	-
<b>Total</b>	<b>754.11</b>	<b>376.38</b>

**Note 29.1 Auditor's Fees and Expenses**

Rs. in Lakhs

Particulars	31.03.2021	31.03.2020
Statutory Audit Fee	3.42	3.77
Internal Audit Fee	2.91	2.60
Tax Audit Fee	1.64	0.81
GST Audit Fee	0.05	0.82
<b>Total</b>	<b>8.02</b>	<b>7.99</b>

**Note 29.2 CSR Expenses**

CSR activities: KSIDC had taken up various activities under corporate social responsibility during the current financial year. As per the provisions of Companies Act, 2013 the amount as required to be spent by the Corporation towards CSR activities is Rs 91.68 lakhs. Actual amount spent during the period is Rs 36.52 lakhs. Unspent amount kept in separate bank account namely Unspent CSR Account, which will be utilised during next year

Rs. in lakhs

Particulars	in cash / cheque	yet to be paid	Total
(i) Construction /acquisition of any asset			
Govt U P S , Sathram School		5.23	5.23
Clappana Grama Panchayat		10.67	10.67
Clappana St Joseph U P School		10.85	10.85
Govt H S L P S Peroorkada		0.55	0.55
Govt Tamil Higher Secondary School		14.63	14.63
SCTIMST, Trivandrum	20.00		20.00
			-
(ii) On purposes other than (i) above			
Free education to girl children	11.52	6.00	17.52
We create lives Social Welfare & Technology /			
Differently abled woman/Purchase of Skill training kits		1.43	1.43
Asraya Charitable Organisation	5.00	-	5.00
Pending sanction in 2020-21		5.80	5.80
	36.52	55.16	91.68

**BAD DEBTS :** Corporation had written off a sum of Rs. 1136.72 lakhs in the current year (Rs 101.4 lakhs in the previous year) as unrecoverable from assisted industrial units on account of loan and current account balances. As balance in the provision for bad and doubtful debts Rs 811.08 lakhs was not sufficient to cover the bad debts written off, therefore Rs 325.64 lakhs (P.Y Nil) has been charged against the profit and loss account.

**Note 30. EXCEPTIONAL ITEMS**

Rs. in lakhs

Prior Period Income	0.00	0.00
Prior Period Expenses	0.00	0.00
	0.00	0.00

**Note 31. INCOME TAX**

The components of income tax expenses for the year ended 31st March 2021 and 31st March 2020 are:

Rs. in Lakhs

Particulars	31.03.2021	31.03.2020
Current Tax	907.42	939.54
Adjustment in respect of current income tax of prior years	-	-
Deferred tax relating to origination and reversal of temporary differences	(140.67)	(728.14)
<b>Total tax charge</b>	<b>766.75</b>	<b>211.40</b>
<b>Income tax recognised in other OCI</b>		
Deferred tax related to items recognised in OCI during the period:	(6,263.47)	6,262.31
<b>Income tax charges to OCI</b>	<b>(6,263.47)</b>	<b>6,262.31</b>

**Reconciliation of the total tax charge:**

The tax charge shown in the statement of profit and loss differs from the tax charge that would apply if all profits had been charged at India corporate tax rate. A reconciliation between the tax expense and the accounting profit multiplied by India's domestic tax rate for the periods ended 31 March 2021 and 31 March 2020 is, as follows:

Rs. in Lakhs

Particulars	31.03.2021	31.03.2020
Accounting profit before tax	3,316.31	4,167.00
At India's statutory income tax rate of 29.12%	965.71	1,201.76
Income not subject to tax	(240.68)	579.90
Deduction u/s 36	576.40	360.68
Taxable Income as per Income tax	2,980.58	3,226.42
<b>Income tax expense reported in the Statement of Profit and Loss</b>	<b>907.42</b>	<b>939.54</b>
Current Year Tax	907.42	939.54
<b>Total</b>	<b>907.42</b>	<b>939.54</b>

**Note 32. EARNINGS PER SHARE**

Particulars	31.03.2021	31.03.2020
No of shares outstanding	30,12,435.00	30,12,435.00
Face Value of one share (Rs)	1,000.00	1,000.00
Profit after tax (Rs in lakhs)	3,694.93	4,413.18
EPS -Basic (in Rs)	122.66	146.50

Share Application money pending allotment (Rs in lakhs)	-	-
Share Application money -Current Liability portion (Rs in lakhs)	-	-
Total (Rs in lakhs)		
Equivalent No of Shares		
Total No. of Shares	30,12,435.00	30,12,435.00
EPS-Diluted (in Rs)	122.66	146.50

**Note 33 : Contingent liabilities**

Tax Matters- Income tax return filed up to assessment year 2020-21. Assessments completed up to assessment year 2018-19. Appeals filed by the Corporation is pending before Commissioner (Appeals) for the assessment years 2006-07, 2012-13, 2013-14, 2014-15, 2015-16, 2016-17, 2017-18 and 2018-19 and High court for the Assessment years 2006-07, 2008-09, 2009-10, 2010-11 and 2011-12. From the assessment year 1997-98, based on change in Income Tax Act, the Corporation has decided to adopt cash system of accounting for the purpose of income tax. Provision for income tax from the assessment year 1997-98 has been made based on income arrived at as per cash system of accounting

**Taxes under dispute**

Rs. in Lakhs

Particulars	Forum where dispute is pending	Amount
Income Tax AY 2006-07	CIT(Appeal)	124.71
Income Tax AY 2006-07	High Court	174.27
Income Tax AY 2008-09	High Court	8.38
Income Tax AY 2009-10	High Court	11.93
Income Tax AY 2010-11	High Court	10.14
Income Tax AY 2011-12	High Court	9.99
Income Tax AY 2012-13	CIT(Appeal)	9.84
Income Tax AY 2013-14	CIT(Appeal)	10.33
Income Tax AY 2014-15	CIT(Appeal)	16.18
Income Tax AY 2015-16	CIT(Appeal)	13.09
Income Tax AY 2016-17	CIT(Appeal)	15.81
Income Tax AY 2017-18	CIT(Appeal)	17.94
Income Tax AY 2018-19	CIT(Appeal)	76.44
<b>SubTotal</b>		499.06
Service Tax		200.00
<b>Total</b>		699.06

Sales tax: Assessments have been completed up to the year 2001-02. Assessments are not yet completed for the year 2002-03 and 2003-04.

The Common Wealth Trust, Kozhikode (Acquisition and Transfer of Undertaking) Act, 2012 is an Act passed by the state legislature for acquisition of the assets and liabilities of Comtrust and assigning the same in favour of KSIDC. However, KSIDC has not taken the acquisition of the assets and liabilities in view of the pending litigation before the Honourable High Court. The aforesaid Act is yet to be notified by the Government pending preparation of rules under the Act.

## KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

Further Government is yet to appoint Commissioner of payments for settling the liabilities. In view of the above there is no contingent liabilities on KSIDC and there for no disclosure required for the contingent liability also refer note no 11

Even though, KSIDC could not take over the assets of Commonwealth Trust (India) Limited, the liability on takeover of the land by Government /KSIDC was estimated at Rs 50 crores. The preliminary assessment made by KSIDC is only for reporting to Government on likely liabilities on available information. Since the substantial part of the land was already sold by the original owner, therefore the very essence of the ACT itself is defeated and it would be unlikely to implement the same.

### Note 34. Segment Reporting

Rs. in Lakhs		
Particulars	31.03.2021	31.03.2020
Total Income from Term Lending	3,003.01	2,191.79
Dividend Income from Investments	1,121.45	1,804.37
<b>Total</b>	<b>4,124.46</b>	<b>3,996.16</b>

### Note 35 : Related Party Disclosures:

The company/s related parties principally consist of joint ventures, associated and their subsidiaries. Payments to Key managerial personnel is also disclosed in the related party disclosure

Rs. in Lakhs			
As on 31.03.2021			
Party	Percentage of Holding	Share investment	Loan /Current account balance
INKEL KSIDC PROJECTS LTD.	26%	278.63	Nil
KERALA GAIL GAS LTD	50%	0.50	1.10
OEN India Ltd	25%	9.34	536.88
Nitta Gelatin	31.53%	1,364.07	257.38
Coconics Private Limited	23%	230.00	
Kuttiyadi Coconut Industrial Park Ltd.		2.50	86.06
Key Managerial Personnel	Capacity	Nature of transaction	Amount Rs in Lakhs
M G Rajamanickam IAS	Managing Director	Salaries & Allowances	11.04
Suresh Kumar K	DGM & CS	Salaries & Allowances	18.54



**KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.**

**Note 35 (a) : Consolidated Financial Statement details**

Rs in Lakhs  
As on 31.03.2021

Name of the entity in the Group	% of Holding	Net Asset	Share in Profit & Loss	Share in OCI	Share in Total OCI
<b>Subsidiaries</b>					
Nil	0.00	0.00	0.00	0.00	0.00
<b>Associates</b>					
OEN India Ltd	25%	0.00	446.38	0.00	446.38
Coconics Pvt Ltd	23%	0.00	(119.14)	0.42	(118.71)
<b>Joint Ventures</b>					
Nitta Gelatin India Ltd	32%	0.00	564.44	135.40	699.84
INKEL- KSIDC Projects Ltd	11%	0.00	253.69	0.00	253.69
Kerala GAIL Gas Ltd	50%	0.00	0.00	-	0.00

Rs in Lakhs  
As on 31.03.2020

Name of the entity in the Group	% of Holding	Net Asset	Share in Profit & Loss	Share in OCI	Share in Total OCI
<b>Subsidiaries</b>					
Nil	0.00	0.00	0.00	0.00	0.00
<b>Associates</b>					
OEN India Ltd	25%	0.00	182.57	-	182.57
Coconics Pvt Ltd	23%	0.00	0.00	-	0.00
<b>Joint Ventures</b>					
Nitta Gelatin India Ltd	32%	0.00	248.90	185.44	63.46
INKEL- KSIDC Projects Ltd	11%	0.00	22.37	0.00	22.37
Kerala GAIL Gas Ltd	50%	0.00	3.72	-	3.72

**Note 36: Fair Value Measurement**

In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques, as summarised below:

Level 1 financial instruments - Those where the inputs used in the valuation are unadjusted quoted prices from active markets for identical assets or liabilities that the Company has access to at the measurement date. The Company considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available on the balance sheet date.

Level 2 financial instruments - Those where the inputs that are used for valuation and are significant, are derived from directly or indirectly observable market data available over the entire period of the instrument's life. Such inputs include quoted prices for similar assets or liabilities in active markets, quoted prices for identical instruments in inactive markets and observable inputs other

## KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

than quoted prices such as interest rates and yield curves, implied volatilities, and credit spreads. In addition, adjustments may be required for the condition or location of the asset or the extent to which it relates to items that are comparable to the valued instrument.

Level 3 financial instruments - Those that include one or more unobservable input that is significant to the measurement as whole.

Rs. in lakhs

Hierarchy of Valuation	Classification	Cost as on 31.3.2021	Fair Value as on 31.3.2021	Fair Value as on 31.3.2020
Level I financial instruments	Quoted shares	2,606.74	38,756.58	17,849.28
Level II financial instruments	Unquoted Shares for which Balance sheet available	4,950.91	6,242.24	5,581.77
Level III financial instruments	Unquoted Shares for which Balance sheet not available from 2014	782.26	-	-
Level III financial instruments	Companies under Liquidation	84.60	-	-
Level III financial instruments	Companies with JV	1,645.65	1,645.69	1,691.94
Level III financial instruments	Companies with Associates	239.34	239.34	9.34

### Note 37: Capital Management

Regulatory capital consists of Tier 1 capital, which comprises share capital, statutory reserve, retained earnings including current year profit. Tier II capital comprises of provision on loans that are not credit-impaired. There were no changes in the capital management process during the periods presented.

Rs in lakhs

Particulars	31.03.2021	31.03.2020
Tier I capital	53,520.39	54,095.00
Tier II capital	1,051.20	399.00
Total Capital	54,571.59	54,494.00
Amount of subordinated debt raised as Tier-II Capital	-	-
Amount raised by issue of Perpetual Debt Instrument	-	-
Risk weighted assets	58,051.35	58,887.08
CRAR %	94%	93%

KSIDC has not provided any loans and advances against securities/shares, pledge or otherwise, and hence Exposure to Capital Market is not applicable

### Concentration of Advances, Exposures and NPAs

#### (i) Concentration of Advances

Rs in lakhs

Particulars	2020-21
Total advances to twenty largest borrowers	35,897.16
Percentage of advances to twenty largest borrowers to Total Advances of the Corporation	80%

**KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.**

(ii) Concentration of Exposures

Particulars	2020-21
Total exposure to twenty largest borrowers	
Percentage of exposure to twenty largest borrowers to Total exposure of the Corporation	

(iii) Concentration of NPAs

Rs in lakhs

Particulars	2020-21
Total exposure to top four NPA accounts	4,821.05

(iv) Sector wise NPA as on 31.03.2021

Rs. in Lakhs

Particulars	%	No. of accounts	Outstanding Principal
Hospitality	40.47%	6	8,391.56
Manufacturing - Construction materials	10.90%	4	2,260.71
Textiles	6.58%	4	1,364.41
Packing	5.71%	1	1,185.00
Service	5.29%	3	1,096.63
Pharmaceuticals	4.71%	1	977.41
Food	4.68%	5	970.18
Iron & Steel	4.62%	2	957.84
Glass	3.50%	1	725.00
Paper	2.59%	3	536.30
Gold	2.32%	1	481.70
Health	2.15%	3	445.23
Coir	1.67%	1	347.18
Chemicals	1.64%	5	339.98
Petroleum & Petrochemicals	1.54%	2	319.69
Electronics	1.12%	2	232.23
Light Engineering	0.31%	1	64.08
Auto Mobile	0.20%	1	40.80
Media	0.00%	1	0.03
<b>Total</b>	<b>100 %</b>	<b>47</b>	<b>20,735.98</b>

(v) NPA position

Particulars	31-03-2021		31-03-2020	
	Rs. in lakhs	No. of units	Rs. in lakhs	No. of units
Total loan outstanding	62,696.42	94	37,539.01	92
Standard assets	41,960.44	46	18,009.63	33
Substandard assets	5,045.75	7	2,959.86	12
D1 assets	3,467.46	5	3,811.42	9
D2 assets	1,426.10	4	890.87	1
D3 assets	10,538.40	27	11,552.84	31
Loss assets	258.28	5	314.39	6
Loan classified as NPA	20,735.98	48	19,529.37	59
Gross NPA	33.07%		52.02%	
Net NPA	10.06%		13.32%	

**NPA movements**

Particulars	As on 31.03.2020		As on 31.03.2021		No. of accounts
	Balance	Provision	Balance	Provision	
New Additions	-	-	21,504.28	591.37	14
Upgradations to Standard	866.05	86.61	983.66	27.05	4
Degradations to Substandard	195.49	5.38	3,681.87	368.19	3
Degradations from Substandard to D1	1,151.62	115.16	1,151.62	1,151.62	3
Standard to Closed accounts	822.26	22.61	-	-	2
Closed from Substandard category	54.30	5.43	-	-	1
Accounts Closed from Doubtful & Loss assets	1,893.74	1,893.74	(0.01)	-	9
Degradations from D1 to D2	1,426.51	1,426.51	1,426.10	1,426.10	4
Degradations from D2 to D3	890.87	890.87	890.87	890.87	1
SMA	3,607.72	279.60	3,757.66	291.22	2
Standard to standard	13,384.17	368.06	15,714.85	432.16	27
Substandard to Substandard	887.68	88.77	1,363.88	136.39	5
D1 to D1	2,315.85	2,315.85	2,315.85	2,315.85	2
D3 to D3	9,784.27	9,784.27	9,647.53	9,647.53	26
Loss asset to Loss asset	258.28	258.28	258.28	258.28	5
<b>Total</b>	<b>37,538.80</b>	<b>17,541.13</b>	<b>62,696.43</b>	<b>17,536.60</b>	

**Note 38: Overseas Assets**

The company does not have any joint ventures or subsidiaries abroad

**Note 39: Customer Complaints**

Particulars	31.03.2021	31.03.2020
(a) No. of complaints pending at the beginning of the year	Nil	Nil
(b) No. of complaints received during the year	Nil	Nil
(c) No. of complaints redressed during the year	Nil	Nil
(d) No. of complaints pending at the end of the year	Nil	Nil

**Note 40: Miscellaneous****(i) Registration obtained from other financial sector regulators**

Regulator	Registration No.
Reserve Bank of India	Certificate of Registration No.16.00028.
Ministry of Corporate Affairs	CIN: U45309KL1961SGC001937 :LEI335800E5XI1OBSPIXG73
Ministry of Finance (Financial Intelligence Unit - India (FIU-IND))	FIUREID: FINBF05861
PAN NO	AAACK9434D
GST NO	32AAACK9434D1ZV
Crif High Mark	NBF0002750
Equifax	032FP04100
CIBIL	NB6711
Experian	NBFKSI5385

**(ii) Disclosure of Penalties imposed by RBI and other regulators**

No penalties imposed by RBI and other regulators

**(iii) Ratings assigned by credit rating agencies**

Credit rating Agency	Type of Facility	Rs. in lakhs	Rating
Acuité Ratings & Research Limited	Term Loan	19,000.00	ACUITE A-/ Stable

**(iv) Frauds**

During the year no frauds were committed by the employees of the Corporation. No fraud occurred in the case of Loans and advances

**Note 41: Maturity analysis of assets and liabilities**

The table below provides details regarding the contractual maturities of significant financial assets and liabilities as on 31st March 2021. For Loans and advances to customers, maturity analysis is based on expected repayment behaviour.

Particulars	0 to 7 days	8 to 14 days	Over 14 days to one month	Over one month to 2 months	Over 2 months to 3 months	Over 3 Months upto 6 months	Over 6 Months upto 1 year	Over 1 year up to 3 years	Over 3 years up to 5 years	Over 5 years	Total
Borrowings	-	-	21.00	37.95	37.95	113.85	227.69	904.00	918.00	-	2,260.44
Advances	94.06	36.46	295.58	299.97	941.80	2,159.42	3,982.28	14,115.95	11,966.44	28,804.45	62,696.41
Investments	-	-	-	-	-	-	-	-	-	10,561.74	10,561.74

**Note 42: Details of resolution plan implemented under the resolution framework for COVID-19 related stress as per RBI circular dated August 6, 2020 are given below:**

Type of borrower	Number of accounts where resolution plan has been implemented under this window (A)	Exposure to accounts mentioned at before implementation of the plan	Increase in provisions on account of the implementation of the resolution plan
Personal Loans		-	- -
Corporate Persons	-	-	-
Of which MSMEs	-	-	-
Others	-	-	-
<b>Total</b>	-	-	-

**Note 43: Disclosure pursuant to Reserve Bank of India Circular DOR.No.BP.BC.63/21.04.048/2020-21 dated 17 April 2020 pertaining to Asset Classification and Provisioning in terms of COVID-19 Regulatory Package**

Particulars	2020-21
Respective amounts in SMA/overdue categories, where the moratorium/deferment was extended	-
Respective amount where asset classification benefit is extended	-
General provisions made	-
General provisions adjusted during the period against slippages and the residual provisions	-

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For and on behalf of the Board

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Chief Financial Officer

Thiruvananthapuram  
22-01-2022

Sd/-  
Company Secretary  
Annexure to our report of even date  
For RANJIT KARTHIKEYAN ASSOCIATES  
*Chartered Accountants*  
(FRN 006705 S)  
Sd/-  
CA. D. JAYAPRAKASH B.Com, FCA  
Partner (M.No. 533736)  
UDIN : 22533736ABDAIU9143

(As required in terms of paragraph 13 of Non-Banking (Non-deposit Accepting or holding) Companies Prudential Norms (Reserve Bank) Directions, 2007)

(Rs. in lakhs)

### LIABILITIES SIDE

ASSETS	SIDE	Amount Outstanding
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**4 Break up of investments**

Current investments

**1 Quoted**

i	Shares	
	(a) Equity	NIL
	(b) Preference	NIL
ii	Debentures and bonds	NIL
iii	Units of mutual funds	NIL
iv	Government Securities	NIL

**2 Unquoted**

i	Shares	
	(a) Equity	NIL
	(b) Preference	NIL
ii	Debentures and Bonds	NIL
iii	Units of mutual funds	NIL
iv	Government Securities	NIL
v	Others (Please Specify)	NIL

Long term investments

**1 Quoted**

i	Shares	
	(a) Equity	2,661.74
	(b) Preference	-
ii	Debentures and bonds	NIL
iii	Units of mutual funds	NIL
iv	Government Securities	NIL
v	Others (Please Specify)	NIL

**2 Unquoted**

i	Shares	
	(a) Equity	5762.77
	(b) Preference	252.20
ii	Debentures and bonds	NIL
iii	Units of mutual funds	NIL
iv	Government Securities	NIL
v	Others (Associates & Joint Ventureres)	1885.03

**5 Borrower group-wise classification of assets financed as in (2) and (3) above**

Category	Amount net of provisions		
	Secured	Unsecured	Total
1 Related Parties			
a. Subsidiaries	-	-	-
b. Companies in same group			
c. Other related parties	794.26		794.26
2 Other than related parties	61902.17	-	61902.17
<b>Total</b>	<b>62696.42</b>	<b>-</b>	<b>62696.42</b>

**6 Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) :**

Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
1 Related Parties		
a. Subsidiaries		
b. Companies in same group		
c. Other related parties	1885.03	1885.03
2 Other than related parties		
<b>Total</b>	<b>1885.03</b>	<b>1885.03</b>

**7 Other Information**

	<u>Amount</u>
i <b>Gross Non performing assets</b>	
Related Parties	
Other than related parties	20735.98
	<b>20735.98</b>
ii <b>Net non performing assets</b>	
Related Parties	0
Other than related parties	4541.18
iii <b>Assets acquired in satisfaction of debt</b>	NIL

**Disclosure required as per RBI Notification No. DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated March 13,2020**

In accordance with the regulatory guidance on implementation of IND As issued by RBI on 13.03.2020, the corporation had computed provisions as per Income Recognition Asset Classification and Provisioning (IRACP) norms issued by RBI solely for comparative purposes as specified therein. A comparison between provisions required under IRACP and impairment allowance under IND As 109 is given below:

*Rs. in lakhs*  
*As at 31st March, 2021*

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7) = (4)-(6)
<b>Performing Assets</b>						
Standard	Stage 1	41,054.71	1,316.89	39,737.83	352.10	964.79
	Stage 2	905.73	24.91	880.82	3.62	21.28
Subtotal		<b>41,960.44</b>	<b>1,341.80</b>	<b>40,618.65</b>	<b>355.72</b>	<b>986.07</b>
<b>Non-Performing Assets (NPA)</b>						
Sub-standard	Stage 3	5,045.75	504.58	4,541.18	504.58	-
Doubtful - up to 1 year	Stage 3	3,467.46	3,467.46	-	693.49	2,773.97
1 to 3 years	Stage 3	1,426.10	1,426.10	-	427.83	998.27
More than 3 years	Stage 3	10,538.40	10,538.40	-	5,269.20	5,269.20
Subtotal for doubtful		15,431.95	15,431.95	-	6,390.52	9,041.43
Loss	Stage 3	258.28	258.28	-	258.28	-
<b>Subtotal for NPA</b>		<b>20,735.98</b>	<b>16,194.81</b>	<b>4,541.18</b>	<b>7,153.37</b>	<b>9,041.43</b>
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
<b>Subtotal</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>Stage 1</b>	<b>41,054.71</b>	<b>1,316.89</b>	<b>39,737.83</b>	<b>352.10</b>	<b>964.79</b>
	<b>Stage 2</b>	<b>905.73</b>	<b>24.91</b>	<b>880.82</b>	<b>3.62</b>	<b>21.28</b>
	<b>Stage 3</b>	<b>20,735.98</b>	<b>16,194.81</b>	<b>4,541.18</b>	<b>7,153.37</b>	<b>9,041.43</b>
	<b>Total</b>	<b>62,696.42</b>	<b>17,536.60</b>	<b>45,159.82</b>	<b>7,509.10</b>	<b>10,027.50</b>

Rs. in lakhs  
As at 31st March 2020

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7) = (4)-(6)
Performing Assets						
Standard	Stage 1	18,009.64	682.20	17,327.44	252.42	429.78
	Stage 2	-	-	-	-	--
Subtotal		<b>18,009.64</b>	<b>682.20</b>	<b>17,327.44</b>	<b>252.42</b>	<b>429.78</b>
<b>Non-Performing Assets (NPA)</b>						
Sub-standard	Stage 3	2,959.86	311.84	2,648.02	295.99	15.85
Doubtful - up to 1 year	Stage 3	3,811.42	3,811.42	-	762.28	3,049.14
1 to 3 years	Stage 3	890.87	890.87	-	267.26	623.61
More than 3 years	Stage 3	11,552.84	11,552.84	-	5,776.42	5,776.42
Subtotal for doubtful		16,255.13	16,255.13	-	6,805.96	9,449.17
Loss	Stage 3	314.39	314.39	-	314.39	0.00
<b>Subtotal for NPA</b>		<b>19,529.38</b>	<b>16,881.36</b>	<b>2,648.02</b>	<b>7,416.34</b>	<b>9,465.02</b>
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
<b>Subtotal</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>Stage 1</b>	<b>18,009.64</b>	<b>682.20</b>	<b>17,327.44</b>	<b>252.42</b>	<b>429.78</b>
	<b>Stage 2</b>					
	<b>Stage 3</b>	<b>19,529.38</b>	<b>16,881.36</b>	<b>2,648.02</b>	<b>7,416.34</b>	<b>9,465.02</b>
	<b>Total</b>	<b>37,539.01</b>	<b>17,563.56</b>	<b>19,975.46</b>	<b>7,668.76</b>	<b>9,894.80</b>

For and on behalf of the Board

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Chief Financial Officer

Sd/-

Company Secretary  
Annexure to our report of even date  
For **RANJIT KARTHIKEYAN ASSOCIATES**  
*Chartered Accountants*  
(FRN 006705 S)  
Sd/-

Thiruvananthapuram  
22-01-2022

CA. D. JAYAPRAKASH B.Com, FCA  
Partner (M.No. 533736)  
UDIN : 22533736ABDAIU9143

## KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

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**SANDEEP KUMAR S.**  
**B.A.L., L.L.B., F.C.S., M.B.A.**

Practising Company Secretary

39/4781, Thoufee Complex, 2nd Floor  
M.G. Road, Ravipuram, Cochin-682 016.  
Phone : 0484-2351716, 2366904  
E-mail : kpgmohan@gmail.com  
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### SECRETARIAL AUDIT REPORT

For the Financial Year ended on 31<sup>st</sup> March 2021

(Pursuant to section 204(1) of the Companies Act, 2013 and the Rules made there under)

To

The Members

**KERALA STATE INDUSTRIAL DEVELOPMENT CORPN LTD**

CIN: U45309KL1961SGC001937

T C 11/266 1KESTON ROAD KOWDIAR

TRIVANDRUM, KERALA-695003

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by KERALA STATE INDUSTRIAL DEVELOPMENT CORPN LTD, bearing CIN U45309KL1961SGC001937(hereinafter called "the company"). Secretarial Audit was conducted in a manner that provided me with a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

The Secretarial Audit for the financial year ended 31<sup>st</sup> March 2021, was conducted voluntarily by the Board of Directors in order to understand the extent of compliance towards the Companies Act, 2013 as mentioned hereafter and to improve the quality of the compliance culture of the Company.

Based on my verification of the company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, the explanations and clarifications given to me and the representations made by the Management and considering the relaxations granted by the Ministry of Corporate Affairs warranted due to the spread of the COVID-19 pandemic, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2021 complied with

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*Branches at : Palakkad, Calicut, Kannur, Trivandrum, Kottayam & Thrissur*

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the statutory provisions listed here under and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

The company, being an unlisted government private company and a Non-Deposit Taking Systematically Important NBFC (NDSI-NBFC), the Securities and Exchange Board of India Act and the Rules made there under are not applicable.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2021 according to the provisions of Companies Act, 2013 (hereinafter called "The Act") and the rules made there under, Master Directions and other Notifications issued by Reserve Bank of India, Secretarial Standards issued by The Institute of Company Secretaries of India and other laws applicable to the Company.

1. During the period under review, the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines etc mentioned above.
2. In respect of other laws like Acts relating to employee and labour regulations, welfare and connected activities, specifically applicable to the Company, I have relied on the information/declarations duly certified and produced by the management during the course of my audit and the reporting is limited to that extent. It is confirmed by the Management that the Company has devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.
3. Since the company has engaged Statutory Auditors for the period under review, we are not reporting on the areas exclusive to them like Compliances under the Income Tax Act, GST and other relevant areas under the Indirect Tax Laws.



**I further report that:**

The following Rules issued under the Companies Act, 2013 are not applicable to the Company during the financial year 2020-2021:

1. Companies (Issue of Global Depository Receipts) Rules, 2014 as the Company has not issued any Global Depository Receipts.
  2. Companies (Acceptance of Deposits) Rules, 2014 as the Company has not accepted any public deposits.
  3. Companies (Declaration and Payment of Dividend) Rules, 2014 as the Company has not declared dividend during the audit period.
  4. Companies (Cost Records and Audit) Rules, 2014
  5. Nidhi Rules, 2014
  6. Companies (Inspection, investigation and inquiry) Rules, 2014 as no inspection or investigation were ordered on the affairs of the Company.
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4. The Board of Directors of the Company is duly constituted with proper balance of Executive Director and Non-Executive Directors. Since the Company is a Government Company, the changes in the Constitution of Board of Directors are made by way of Government Orders.
  5. Adequate notice is given to all directors to schedule the Board Meetings. Agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. All the decisions taken at the Board Meetings and Committee meetings were properly captured and recorded in the minutes.



6. I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.



Place: ERNAKULAM

SANDEEP KUMAR SIVALINGAM

DATE: 06/01/2022

UDIN- F008348C002068032

**SANDEEP KUMAR. S**  
BAL, LLB, FCS, MBA  
Practising Company Secretary  
39/4781, 2nd Floor, Thoufeeq Complex  
M.G. Road, Ernakulam, Kochi-16  
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सत्यमेव जयते

**OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT II) KERALA,  
THIRUVANANTHAPURAM**

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER  
SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE STANDALONE FINANCIAL  
STATEMENTS OF KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION  
LIMITED, THIRUVANANTHAPURAM FOR THE YEAR ENDED 31 MARCH 2021**

The preparation of financial statements of **Kerala State Industrial Development Corporation Limited, Thiruvananthapuram** (the Company) for the year ended **31 March 2021** in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the Management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under section 139(5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143 (10) of the Act. This is stated to have been done by them *vide* their Audit Report dated **10 February 2022**.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the Standalone financial statements of **Kerala State Industrial Development Corporation Limited, Thiruvananthapuram** for the year ended **31 March 2021** under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and Company personnel and a selective examination of some of the accounting records.

Based on my supplementary audit, I would like to highlight the following significant matters under section 143(6)(b) of the Act which have come to my attention and which in my view are necessary for enabling a better understanding of the financial statements and the related audit report:

**A. COMMENTS ON PROFITABILITY**

**Standalone Statement of Profit and Loss for the year ended 31 March 2021**

**Revenue from operations - Others (Note 22) ₹325.64 lakh**

1. The above represents the amount withdrawn from Special Reserve and accounted as income during the year to offset the difference between the provision created for bad debts and bad debts written off. Special Reserve as per the provisions of section 36(1)(viii) of Income Tax Act is created as an appropriation of profit earned, withdrawal therefrom to offset the difference between provision created *vide* section 36 (1) (vii a) of Income Tax Act and bad debts written off was not correct. This has resulted in overstatement of revenue from operations and profit for the year by ₹325.64 lakh.

**B. COMMENTS ON FINANCIAL POSITION****Standalone Balance Sheet as at 31 March 2021****Other financial liabilities (Note 14) - Grant received for Vyavasaya Bhadratha ₹2254.50 lakh**

1. This represents the amount received from Government of Kerala being treated as deferred income considering it as a grant in aid. Since the Government has sanctioned the amount for supporting the existing loanes to mitigate the Covid-19 impact and not as a relief to the Company, reckoning the amount as Grant was not correct. Instead the fund received should have been accounted as payable to Government of Kerala till finalisation of terms and conditions.

This has resulted in overstatement of 'Grant received for Vyavasaya Bhadratha' by ₹2254.50 lakh with corresponding understatement of amount 'Payable to Government'- under Other Non-financial Liabilities (Note 17).

**C. COMMENTS ON DISCLOSURE**

1. Since the Company has not availed the entire sanctioned loan of ₹180.00 crore sanctioned by HDFC bank and the loan account was closed before finalization of current year accounts, the unamortized processing fee of ₹48.89 lakh should have been disclosed in the notes on accounts as per Para 21 of Ind AS 10. This has not been complied with.

*For and on behalf of the  
Comptroller and Auditor General of India*

Thiruvananthapuram  
Dated: 19.05.2022

Sd/-  
**Dr. BIJU JACOB**  
PRINCIPAL ACCOUNTANT GENERAL (AUDIT II),  
KERALA



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**OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT II) KERALA,  
THIRUVANANTHAPURAM**

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER  
SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE CONSOLIDATED FINANCIAL  
STATEMENTS OF KERALA STATE INDUSTRIAL DEVELOPMENT CORPORATION  
LIMITED, THIRUVANANTHAPURAM FOR THE YEAR ENDED 31 MARCH 2021**

The preparation of consolidated financial statements of Kerala State Industrial Development Corporation Limited, Thiruvananthapuram for the year ended 31 March 2021 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the Management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139(5) read with Section 129 (4) of the Act is responsible for expressing opinion on the financial statements under section 143 read with Section 129 (4) of the Act based on independent audit in accordance with the standards on auditing prescribed under Section 143 (10) of the Act. This is stated to have been done by them vide their Audit Report dated 10 February 2022.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the consolidated financial statements of Kerala State Industrial Development Corporation Limited, Thiruvananthapuram for the year ended 31 March 2021 under Section 143(6)(a) read with Section 129 (4) of the Act. We conducted a supplementary audit of the financial statements of Kerala State Industrial Development Corporation Limited, Thiruvananthapuram but did not conduct the supplementary audit of the financial statements of O/E/N India Limited, Nitta Gelatin India Limited, Inkel KSIDC Projects Limited and Coconics Private Limited for the year ended on that date. Further, Section 139 (5) and 143 (6) (a) of the Act are not applicable to O/E/N India Limited, Nitta Gelatin India Limited, Inkel KSIDC Projects Limited and Coconics Private Limited being private entities for appointment of the Statutory Auditor and for conduct of supplementary audit. Accordingly, Comptroller and Auditor General of India has neither appointed the Statutory Auditors nor conducted the supplementary audit of these Companies. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and Company personnel and a selective examination of some of the accounting records.

Based on my supplementary audit, I would like to highlight the following significant matters under section 143(6)(b) read with Section 129 (4) of the Act which have come to my attention and which in my view are necessary for enabling a better understanding of the financial statements and the related audit report:

**A. COMMENTS ON PROFITABILITY**

**Consolidated Statement of Profit and Loss for the year ended 31 March 2021**

**Revenue from operations - Others (Note 22) ₹325.64 lakh**

1. The above represents the amount withdrawn from Special Reserve and accounted as income during the year to offset the difference between the provision created for bad debts and bad debts written off. Special Reserve as per the provisions of section 36 (1)(viii) of Income Tax Act is created as an appropriation of profit earned, withdrawal therefrom to offset the difference between provision created *vide* section 36 (1) (vii a) of Income Tax Act and bad debts written off was not correct.

This has resulted in overstatement of revenue from operations and profit for the year by ₹325.64 lakh.

#### **B. COMMENTS ON FINANCIAL POSITION**

##### **Consolidated Balance Sheet as at 31 March 2021**

##### **Other financial liabilities (Note 14) - Grant received for Vyavasaya Bhadratha ₹2254.50 lakh**

1. This represents the amount received from Government of Kerala being treated as deferred income considering it as a grant in aid. Since the Government has sanctioned the amount for supporting the existing loanes to mitigate the Covid-19 impact and not as a relief to the Company, reckoning the amount as Grant was not correct. Instead the fund received should have been accounted as payable to Government of Kerala till finalisation of terms and conditions.

This has resulted in overstatement of 'Grant received for Vyavasaya Bhadratha' by ₹2254.50 lakh with corresponding understatement of amount 'Payable to Government'- under Other Non-financial Liabilities (Note 17).

#### **C. COMMENTS ON DISCLOSURE**

1. Since the Company has not availed the entire sanctioned loan of ₹180.00 crore sanctioned by HDFC bank and the loan account was closed before finalization of current year accounts, the unamortized processing fee of ₹48.89 lakh should have been disclosed in the notes on accounts as per Para 21 of Ind AS 10. This has not been complied with.

*For and on behalf of the  
Comptroller and Auditor General of India*

Thiruvananthapuram  
Dated:19.05.2022

Sd/-  
**Dr. BIJU JACOB**  
PRINCIPAL ACCOUNTANT GENERAL (AUDIT II),  
KERALA





**Kerala State Industrial Development Corporation Limited**

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